



CITY COUNCIL

WORKSHOP AND REGULAR MEETING AGENDA

June 16, 2021
7:00 PM
202 Railroad Avenue, Rifle, CO

6:00 PM - Workshop Meeting

Discussion and Review

- a. Discuss 2020 Audited Financial Statements with Hinkle & Assoc.-Jim Hinkle

7:00 PM - Regular Meeting

1. **Call to Order & Roll Call**
2. **Pledge of Allegiance**
3. **Public Comment** *(maximum time permitted for Public Comment is 3 minutes per person)
 - 3.a. Instructions to Participate / Citizen Comments - for items not listed as public hearings on the agenda
4. **Consent Agenda**
 - 4.a. Consider Minutes of the May 5, 2021, Regular Meeting
 - 4.b. Consider Minutes of the May 19, 2021, Regular Meeting
 - 4.c. Consider Minutes of the June 2, 2021, Regular Meeting
 - 4.d. Consider Liquor License Renewal for RCG Rifle, LLC dba Rib City Grill
 - 4.e. Consider Liquor License Renewal for Tedrex, Inc. dba Choice Liquors
 - 4.f. Consider Amending Appendix A of Chapter 7, Article VI of the Rifle Municipal Code Regarding the Fees for License, Impound, Adoption and Other Services - Ordinance No. 6, Series of 2021 - 2nd Reading
5. **Action, if any, on Workshop Items**

6. Presentation

- 6.a.** Promotion of Mike Kuper to Lieutenant
- 6.b.** Receive Update on Negotiations to the RFP for the Price of Senior Meals
- 6.c.** Receive an Update on Downtown Project

7. Regular Agenda

- 7.a.** Consider Accepting 2020 Audit Report and Financial Statements with Jim Hinkle of Hinkle & Co
- 7.b.** Consider Temporary Modification of Premises for City of Rifle dba Ute Theater and Events Center
- 7.c.** Consider Fee Waiver Request for Habitat for Humanity - Wapiti Commons

8. Administrative Reports

- 8.a.** Report to City Manager

9. Comments from Mayor and Council

10. Adjournment



Agenda Item #a.

Agenda Item Name:

Discuss 2020 Audited Financial Statements with Hinkle & Assoc.-Jim Hinkle

Presenter:

Michelle Duran, Finance Director

Item Description:

Hinkle & Company present 2020 Audited Financial Statements

Recommended Action:

none

Fiscal Impact:

Operational Impact:

Prior Board Motions:

Background Information:

Executive Summary:

Jim Hinkle of Hinkle & Co. will review the 2020 audit results and financial statements representing the financial activities and position of the City for that year. The audit determined that these statements were a fair reflection of the financial position and activities of the City, and were in accordance with generally accepted accounting principles.

Notification Requirements:

Prepared By:

Michelle Duran, Finance Director

Attachments:

1. 2020 City of Rifle Financial Statements-FINAL

City of Rifle, Colorado
Financial Statements
with Independent Auditors' Report
December 31, 2020



City of Rifle, Colorado

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**HINKLE &
COMPANY**
Strategic ^{PC}
Business Advisors

Independent Auditors' Report

City Council
City of Rifle
Rifle, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rifle as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the basic financial statements of the City of Rifle, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rifle as of December 31, 2020, and the respective changes in financial position and cash flows, where applicable, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Rifle's basic financial statements. The introductory section, combining and individual fund statements and schedules, statistical section, and local highway finance report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and schedules and the local highway finance report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling the information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Hick & Company, PC

Greenwood Village, Colorado
May 28, 2021



City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

As management of the City of Rifle, Colorado, we offer readers of the City of Rifle financial statements, this narrative overview, and analysis of the financial activities of the City for the fiscal year ended December 31, 2020.

Financial Highlights

- The assets of the City of Rifle exceeded its liabilities at the close of 2020 by \$144,161,811 (net position). Of this amount, \$103,549,024 is net investment in capital assets, \$1,955,032 is restricted, and \$38,657,755 is unrestricted and may be used to meet the government's ongoing obligations.
- Total net position, city-wide, increased by \$5,296,546 or 4%.
- General fund unassigned fund balance at December 31, 2020 is \$5,998,155 64% of 2020 total general fund expenditures.
- The business-type activities net position increased \$4,459,718 to \$68,721,273 during the year. The Water Fund increased \$3,274,807; Sewer Fund increased \$1,201,926; and the Sanitation Fund decreased \$17,015.

Overview of Report

This discussion and analysis is intended to serve as an introduction to the City of Rifle's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements – The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector business, on an accrual basis. Note 1 to the statements, starting on p. 12, provides a further description of the related *Statement of Net Position* and *Statement of Activities*, which report City activities in two categories - *governmental activities* and *business-type activities*.

Governmental activities are most of the City's basic services including general administration, police, property inspection, public works, cemetery, parks maintenance and recreation, senior services, downtown development, visitor improvement, and urban renewal. Taxes and intergovernmental revenues principally support these services.

Business-type activities include the City's water, wastewater (sewer) and sanitation (trash) services. Customer service fees are expected to cover all or most of the cost of services provided support these activities.

The government-wide financial statements can be found on pages 3-4 of this report and are described further in Note 1 to the Financial Statements, starting on p. 12.

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

Fund financial statements – A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The City of Rifle, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds can be divided into three categories, **governmental funds**, **proprietary funds**, and **fiduciary funds**. The City of Rifle adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for all funds to demonstrate compliance with the state budget statutes.

- 1) **Governmental funds** – Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the *government-wide financial statements*. However, unlike the *government-wide financial statements*, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balances of spendable resources available at the end of the fiscal year, using the *modified accrual basis*. See Note 1 for more detail.

Because the focus of governmental funds is narrower than that of the *government-wide financial statements*, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. Both the governmental fund *balance sheet* and the governmental fund *statement of revenues, expenditures, and changes in fund balances* provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Rifle maintains nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the major funds which include the General Fund, Street Improvement Fund, Capital Improvement fund, and the Parks and Recreation Fund. Data from the other (non-major) funds are combined into a single, aggregated presentation with the column heading Other Governmental Funds. The non-major funds are Conservation Trust, Visitor Improvement, Downtown Development Authority, Rifle Tourism and Industry, and Urban Renewal Authority.

The basic governmental financial statements for the major funds are found on pages 5-8 of this report. The basic governmental financial statements for the non-major funds are found on pages 34-42.

- 2) **Proprietary funds** – The City of Rifle maintains two different types of proprietary funds; Enterprise and Internal Service funds.

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer, and sanitation operations.

Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City of Rifle uses two internal service funds to account for its fleet maintenance and information technology operations. Because most of these services predominantly benefit the governmental rather than the business-type functions and are included with the governmental activities in the government-wide financial statements.

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for each of the proprietary funds. However, only the water and sewer funds are considered major funds.

The basic proprietary fund financial statements can be found on pages 9-11 of this report. The budget and actual reports are shown on pages 40-42.

- 3) Fiduciary Funds —. Fiduciary funds are used to account for resources held for the benefit of outside parties. The City's only fiduciary fund is the Cemetery Perpetual Care Fund. The fund is not reflected in the government-wide financial statements because the resources of this fund are not available to support City operations.

Notes to the Financial Statements – The notes provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 12-28 of this report.

Other information – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City of Rifle. This information is presented in the State Compliance section on pages 46-48.

Government-wide Financial Results

The City of Rifle's net position may serve over time as a useful indicator of the City's financial position. The City of Rifle's assets exceeded its liabilities (net position) at the close of 2020 by \$144,161,811.

The largest portion of the City's net position (72%) is the investment in capital assets (e.g., land, buildings, infrastructure, and equipment); less any related outstanding debt used to acquire the assets. These capital assets are used to provide services to citizens, and consequently are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, the related resources needed to repay this debt must be provided from other sources because the capital assets themselves cannot be used to liquidate these liabilities.

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

Net Position

The following table shows the City's net position for 2020 as compared to 2019.

STATEMENT OF NET POSITION
December 31, 2020 and 2019

	Governmental Activities		Business Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Current and other assets	\$ 26,182,478	\$ 26,086,043	\$ 16,584,141	\$ 12,411,129	\$ 42,766,619	\$ 38,497,172
Capital assets (net)	55,031,778	50,600,128	83,338,992	85,644,714	138,370,769	136,244,842
Total assets	81,214,256	76,686,171	99,923,133	98,055,843	181,137,388	174,742,014
Other liabilities	610,060	734,472	468,652	789,687	1,078,712	1,524,159
Long-term liabilities	4,486,706	682,032	30,663,311	32,934,706	35,150,017	33,616,738
Total liabilities	5,096,766	1,416,504	31,131,963	33,724,393	36,228,729	35,140,897
Deferred Inflows:						
Unavailable Revenue - Property Taxes	676,952	665,954	69,897	69,897	746,849	735,851
Net position:						
Invested in capital assets net of related debt	50,831,374	49,831,587	52,717,650	52,747,148	103,549,024	102,578,735
Nonspendable						
Cemetery Perpetual Care	262,571	253,538	-	-	262,571	253,538
Restricted For:						
for Emergencies	449,590	408,286	144,639	158,418	594,229	566,704
for Parks and Recreation	158,501	158,501	-	-	158,501	158,501
for Debt Service and O&M Reserves	180,698	-	1,021,604	1,156,509	1,202,302	1,156,509
Assigned for:						
for Channel 10	26,374	24,954	-	-	26,374	24,954
for Senior Center Meals and Capital	99,621	106,196	-	-	99,621	106,196
for Police Expenditures	2,472	2,472	-	-	2,472	2,472
Unrestricted	23,429,337	23,818,179	14,837,380	10,199,480	38,266,717	34,017,659
Total Net Position	\$ 75,440,538	\$ 74,603,713	\$ 68,721,273	\$ 64,261,555	\$ 144,161,811	\$ 138,865,268

An additional portion of the City's net position balance (1.6%) represents resources that are subject to external restrictions on how they may be used. The remaining *unrestricted* balance of (26.6%) may be used to meet the City's ongoing obligations to citizens and creditors.

Restricted net position is the portion of net position legally restricted less any non-capital-related liabilities payable from those resources. As of December 31, 2020, restricted net position in the governmental activities included the following: Cemetery Perpetual Care (\$262,571), Debt Service (180,698), Channel 10 (\$26,374), TABOR Emergencies (\$449,590), Senior Center Meals and Capital (\$99,621), Police (\$2,472), and Parks and Recreation (\$158,501). The Business-Type Activities includes restricted net position of the following: Debt Service and O&M reserves (\$1,021,604), and TABOR Emergencies (\$144,639). The remaining balance of net position (unrestricted net position) totals \$38,266,717. These assets may be used to meet the City's ongoing obligations to citizens and creditors.

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

Changes in Net Position

The following summarizes the Statement of Revenues, Expenditures, and Changes in Fund Balance (as on p.7 of the report), with a comparison to the prior year.

SUMMARY OF CHANGES IN NET POSITION						
For Years Ended December 31, 2020 and 2019						
	Governmental		Business Type		Total	
	Activities		Activities			
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
REVENUES						
Program Revenues:						
Charges for services	\$ 1,671,043	\$ 2,041,676	\$ 8,506,273	\$ 8,138,203	\$ 10,177,316	\$ 10,179,879
Operating grants and contributions	2,014,960	1,635,253	25,000	2,266	2,039,960	1,637,519
Capital grants and contributions	266,276	272,276	725,089	971,487	991,365	1,243,763
General Revenues:						
Property taxes	755,341	736,058	-	-	755,341	736,058
Sales and use taxes	9,700,420	9,220,125	1,938,371	1,863,138	11,638,791	11,083,263
Other taxes	469,461	537,211	-	-	469,461	537,211
Investment earnings	207,248	406,828	109,199	185,566	316,447	592,394
Other revenues	216,650	82,676	509,076	35,829	725,726	118,505
Total revenues	<u>15,301,399</u>	<u>14,932,103</u>	<u>11,813,008</u>	<u>11,196,489</u>	<u>27,114,407</u>	<u>26,128,592</u>
EXPENSES						
General government	5,191,192	3,343,142	-	-	5,191,192	3,343,142
Public Safety	2,743,217	2,946,886	-	-	2,743,217	2,946,886
Public Works	4,221,039	4,453,472	-	-	4,221,039	4,453,472
Cemetery	3,181	2,455	-	-	3,181	2,455
Parks and recreation	1,710,878	4,625,773	-	-	1,710,878	4,625,773
Economic development and assistance	500,871	1,358,041	-	-	500,871	1,358,041
Interest Expense	96,196	1,746	-	-	96,196	1,746
Water operations	-	-	3,935,675	4,486,838	3,935,675	4,486,838
Sewer operations	-	-	2,724,710	2,507,711	2,724,710	2,507,711
Sanitation operations	-	-	690,905	629,557	690,905	629,557
Total expenses	<u>14,466,574</u>	<u>16,731,515</u>	<u>7,351,290</u>	<u>7,624,106</u>	<u>21,817,864</u>	<u>24,355,621</u>
Increase in net assets before transfers	834,825	(1,799,412)	4,461,718	3,572,383	5,296,543	1,772,971
Transfers	2,000	602,000	(2,000)	(602,000)	-	-
Increase in net assets	836,825	(1,197,412)	4,459,718	2,970,383	5,296,543	1,772,971
Net Position, Beginning of year	<u>74,603,713</u>	<u>75,801,125</u>	<u>64,261,555</u>	<u>61,291,172</u>	<u>138,865,268</u>	<u>137,092,297</u>
Net Position, end of year	<u>\$ 75,440,538</u>	<u>\$ 74,603,713</u>	<u>\$ 68,721,273</u>	<u>\$ 64,261,555</u>	<u>\$ 144,161,811</u>	<u>\$ 138,865,268</u>

FINANCIAL ANALYSIS OF THE CITY'S FUND BALANCE

The City of Rifle uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds – The focus of the City's governmental funds statements is to provide information on near-term inflows, outflows, and balances of spendable resources. This information is useful in assessing the City's financial requirements. In particular, unreserved fund balance may serve as a useful measure of net resources available for spending at the end of the fiscal year.

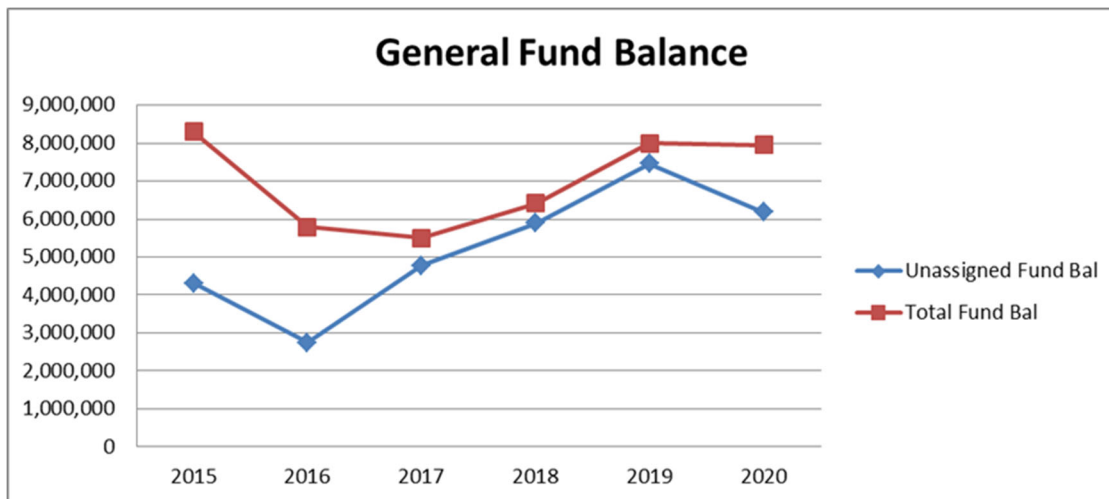
One of the differences between the governmental activities as reported in the government-wide *Statement of Activities* and the individual governmental fund financial statements is the reporting of capital asset acquisitions. For the government-wide financial statements, any new assets are capitalized and only depreciation expense for those assets is reported in the *Statement of Activities*. In the individual governmental fund financial statements, the expenditure for the capital asset acquisitions is reported in the *Statement of Revenues, Expenditures, and Changes*

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

in Fund Balance. Therefore, governmental fund capital outlay expenditures of \$7,728,315 acquired in 2020 (page 8) are not reflected in the *Statement of Activities*.

At year-end 2020, governmental funds as reported on the *Balance Sheet – Governmental Funds* (page 5) reported a combined fund balance of \$24,829,232, an increase of \$658,617 from the prior year. The General Fund balance decreased \$51,023 or .07%. The Street Improvement Fund balance decreased \$7,388 or .08% The Parks and Recreation Fund balance decreased \$396,567 or 18%.

The General Fund unassigned fund balance at December 31, 2020 was \$5,998,155, or 64% of 2020 annual expenditures. Unassigned fund balance decreased \$1,302,467 with expenditures exceeding revenues by \$81,773. The following chart gives a 5-year trend analysis of these amounts.



Proprietary Funds – The City's proprietary funds statements provide the same type of information found in the government-wide financial statements, but in more detail. The Proprietary Funds include the Water, Wastewater (Sewer), and Sanitation (Trash) Funds.

The Proprietary Fund Net Position increased \$4,459,718 to \$68,721,273. Investment in capital assets, net of related debt represents 77% of total net position.

ENTERPRISE FUND NET POSITION
December 31, 2020 and 2019

	Water		Wastewater		Sanitation		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
Investment in capital assets net of related debt	\$ 35,904,638	\$ 35,844,150	\$ 16,813,012	\$ 16,902,998	\$ -	\$ -	\$ 52,717,650	52,747,148
Restricted:								
For Emergencies	144,639	158,418			-	-	144,639	158,418
For Subsequent Year's Expenditures	-	-			22,601	-	22,601	-
For Operations and Maintenance Reserve	584,543	594,782	437,061	561,727	-	-	1,021,604	1,156,509
Unrestricted	10,920,728	7,682,391	3,755,355	2,338,777	138,696	178,312	14,814,779	10,199,480
Total net position	\$ 47,554,548	\$ 44,279,741	\$ 21,005,428	\$ 19,803,502	\$ 161,297	\$ 178,312	\$ 68,721,273	\$ 64,261,555

City of Rifle, Colorado
Management's Discussion and Analysis
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In the Wastewater Fund, a new treatment plant was completed in 2009. The plant was funded via Colorado Water Resources and Power Development Authority loan. Annual increases in wastewater user fees of 5% or 10% assist with meeting the debt covenants.

A replacement Water Treatment plant was constructed with \$23.8 million obtained from the Colorado Water Resources and Power Development Authority loan. Water user fees and voter-approved .75% sales and use tax are being used to pay back the loan.

Unrestricted net position is reserved for the operation and maintenance component of all the proprietary funds. The Sewer Fund has continued to increase user fees annually to meet increasing costs of operation and to replace decaying infrastructure, which includes collection and distribution lines. In 2019, only the Sewer Fund increased rates, by 10%, and in 2020 by 5%. These annual increases are in accordance with Rifle Municipal Code.

In 2020, the Water fund increased Net Position by \$3,274,807. Wastewater increased by \$1,201,926. The Sanitation fund incurred a net decrease of \$17,015.

Total unrestricted net position increased \$4,615,299 during 2020. The Water Fund's unrestricted net position increased by \$3,238,337; Wastewater Fund increased \$1,416,578; and the Sanitation Fund decreased \$39,616.

General Fund Budgetary Highlights

The General Fund reflects decrease in revenues of \$295,550 or 3% from 2019 and was under budget by \$442,668 and 4.5%. Expenditures increased \$1,353,271 from 2019 or 17% and were under budget by \$712,961, or 7%. Management and City Council continue to budget conservatively to ensure the City has the flexibility to address community needs.

Capital Asset and Debt Administration

Capital assets – At the end of 2020, the City had \$138,370,768 invested in capital assets net of depreciation. Investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, roads, bridges, and trails. Total investment in capital assets for the current year increased by a net 1.6%.

CAPITAL ASSETS AT YEAR-END (Net of Depreciation) As of December 31, 2020 and 2019						
	Governmental Activities		Business Type Activities		Total	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Land & Rights	\$ 3,979,905	\$ 3,979,905	\$ 2,636,896	\$ 2,636,895	\$ 6,616,800	\$ 6,616,800
Construction in Process	18,584	-	-	-	18,584	-
Buildings	8,823,664	9,230,020	51,105,729	52,926,300	59,929,392	62,156,320
Improvements	40,518,367	35,748,102	29,117,590	29,600,408	69,635,958	65,348,510
Equipment	964,840	1,042,248	478,777	481,110	1,443,617	1,523,358
Int Svc Equipment & Vehicles	726,418	599,853	-	-	726,417	599,853
Total	<u>\$55,031,778</u>	<u>\$ 50,600,128</u>	<u>\$ 83,338,992</u>	<u>\$ 85,644,714</u>	<u>\$ 138,370,768</u>	<u>\$ 136,244,842</u>

City of Rifle, Colorado
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Debt administration – At the end of 2020, the City of Rifle had a balance of \$34,816,342 outstanding in revenue bonds; revenue notes payable, notes payable and capital leases, including \$4,195,000 in construction loan for the pool renovation. Footnote disclosure number 4 on page 21 provides additional information regarding this and other obligations. The City has no general obligation debt.

OUTSTANDING DEBT						
Years Ended December 31, 2020 and 2019						
	Governmental Activities		Business Type Activities		Total	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Revenue bonds and notes payable	\$ -	\$ -	\$ 30,621,342	\$ 32,897,568	\$ 30,621,342	\$ 32,897,568
Construction Loan	4,195,001	260,001	-	-	4,195,001	260,001
Total	<u>\$ 4,195,001</u>	<u>\$ 260,001</u>	<u>\$ 30,621,342</u>	<u>\$ 32,897,568</u>	<u>\$ 34,816,343</u>	<u>\$ 33,157,569</u>

Certificates of Participation - In 2015, the City issued \$5,085,000 in certificates of participation for a water tank construction project with lease payments continuing until 2035.

Economic Factors and the 2020 Budget

2020 saw an increase of 5.2% in the general fund in sales and use tax revenues. A conservative approach was taken in the preparation of the 2020 Budget which projected a 3% increase. In 2020 the municipal pool was completely reconstructed, and plans were begun for several large street projects to begin in 2021. For all major projects, the City intends to infuse grant funds from State and local granting agencies and utilize sales tax revenues that are specifically dedicated to the particular funds.

The City of Rifle, as a result of thoughtful leadership and prudent management, built up the reserves in its General Fund. Recently the outbreak of the Coronavirus around the world resulted in directed closure of most businesses. The City of Rifle was less negatively impacted than many others, and is fortunate that our revenues declined only slightly, and only a small percentage of reserves were required to continue normal operations. Like other governments, the City of Rifle injected large sums of funding to support, stimulate and negate the directed closure of businesses. The local economy has made a significant start to return to pre-pandemic levels of economic activity. The year 2021 continues to show slight growth in the local economy. Unemployment and underemployment continue to be challenges, as does affordable housing for the area. There has been an increase in housing starts in late 2020 and early 2021, a trend which we expect to see continue in the near future.

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

The City of Rifle has a strong number and value of building and development projects continuing. Funding for the many of the projects has been secured and project completion is expected in the next two years. The money spent completing these projects will circulate in our local economy over this time. In addition, the City of Rifle expects the American Rescue Plan funding will also provide a small boost to the local economy, depending on the City's determination of the best use of those funds. With our adequate reserves the City will remain conservative in its spending until this economic downturn and current reversal process proves lasting.

Request for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact the Finance office at the City of Rifle, 202 Railroad Ave, Rifle, CO 81650.

Basic Financial Statements

City of Rifle, Colorado
Statement of Net Position
December 31, 2020

	Governmental Activities	Business-Type Activities	Totals
Assets			
Cash and Investments	\$ 23,898,121	\$ 15,421,997	\$ 39,320,118
Accounts Receivable	456,536	733,502	1,190,038
Property Taxes Receivable	676,952	-	676,952
Taxes Receivable	1,079,876	201,295	1,281,171
Due from Other Governments	251	-	251
Investment Income Receivable	13,823	-	13,823
Inventory	56,919	225,851	282,770
Prepaid Expenses	-	1,496	1,496
Capital Assets, <i>Not Being Depreciated</i>	3,998,489	2,636,896	6,635,385
Capital Assets, <i>Net of Accumulated Depreciation</i>	51,033,289	80,702,096	131,735,385
	<u>81,214,256</u>	<u>99,923,133</u>	<u>181,137,389</u>
Total Assets			
Liabilities			
Accounts Payable	263,318	103,508	366,826
Accrued Salaries	12,282	61,771	74,053
Accrued Interest Payable	-	293,373	293,373
Deposits	78,568	10,000	88,568
Retainage Payable	5,403	-	5,403
Noncurrent Liabilities			
Due Within One Year	250,489	2,329,001	2,579,490
Due in More Than One Year	4,486,706	28,334,310	32,821,016
	<u>5,096,766</u>	<u>31,131,963</u>	<u>36,228,729</u>
Total Liabilities			
Deferred Inflows of Resources			
Property Taxes	676,952	-	676,952
Deferred Tap Fees	-	69,897	69,897
	<u>676,952</u>	<u>69,897</u>	<u>746,849</u>
Total Deferred Inflows of Resources			
Net Position			
Net Investment in Capital Assets	50,831,374	52,717,650	103,549,024
Restricted For:			
Emergencies	449,590	144,639	594,229
Debt Service	180,698	-	180,698
Parks and Recreation	158,501	-	158,501
Operations and Maintenance Reserve	-	1,021,604	1,021,604
Unrestricted	23,820,375	14,837,380	38,657,755
	<u>75,440,538</u>	<u>68,721,273</u>	<u>144,161,811</u>
Total Net Position			

See Notes to Financial Statements.

City of Rifle, Colorado
Statement of Activities
For the Year Ended December 31, 2020

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Totals
Primary Government							
<i>Governmental Activities</i>							
General Government	\$ 5,191,192	\$ 1,292,390	\$ 698,519	\$ 241,276	\$ (2,959,007)	\$ -	\$ (2,959,007)
Public Safety	2,743,217	14,323	65,305	-	(2,663,589)	-	(2,663,589)
Public Works	4,221,039	-	338,787	-	(3,882,252)	-	(3,882,252)
Cemetery	3,181	27,085	-	-	23,904	-	23,904
Parks and Recreation	1,710,878	232,413	821,302	25,000	(632,163)	-	(632,163)
Economic Development	500,871	104,832	91,047	-	(304,992)	-	(304,992)
Interest on Long-Term Debt	96,196	-	-	-	(96,196)	-	(96,196)
Total Government Activities	14,466,574	1,671,043	2,014,960	266,276	(10,514,295)	-	(10,514,295)
<i>Business-Type Activities</i>							
Water Utility	3,935,675	3,958,517	-	725,089	-	772,931	772,931
Wastewater Utility	2,724,710	3,873,252	25,000	-	-	1,148,542	1,148,542
Sanitation Operations	690,905	674,504	-	-	-	(16,401)	(16,401)
Total Business-Type Activities	7,351,290	8,506,273	25,000	725,089	-	1,905,072	1,905,072
Total Primary Government	\$ 21,817,864	\$ 10,177,316	\$ 2,039,960	\$ 991,365	(10,514,295)	1,905,072	(8,609,223)
General Revenues							
Property Taxes					710,910	-	710,910
Specific Ownership Taxes					44,431	-	44,431
Sales and Use Taxes					9,700,420	1,938,371	11,638,791
Franchise Taxes					351,928	-	351,928
Other Taxes					117,533	-	117,533
Grants and Contributions not Restricted to Specific Programs					38,170	-	38,170
Investment Income					207,248	109,199	316,447
Gain (Loss) on Disposal of Capital Assets					(2,251)	-	(2,251)
Other					180,731	509,076	689,807
Transfers					2,000	(2,000)	-
Total General Revenues					11,351,120	2,554,646	13,905,766
Change in Net Position					836,825	4,459,718	5,296,543
Net Position, Beginning of year					74,603,713	64,261,555	138,865,268
Net Position, End of year					\$ 75,440,538	\$ 68,721,273	\$ 144,161,811

City of Rifle, Colorado
Balance Sheet
Governmental Funds
December 31, 2020

	General	Street Improvements	Parks and Recreation	Capital Improvement	Nonmajor Governmental Funds	Totals
Assets						
Cash and Investments	\$ 7,209,772	\$ 8,583,794	\$ 1,308,002	\$ 4,567,752	\$ 1,810,679	\$ 23,479,999
Accounts Receivable	213,187	8,406	233,612	-	1,331	456,536
Taxes Receivable	647,942	134,197	268,393	-	29,344	1,079,876
Property Taxes Receivable	633,151	-	-	-	43,801	676,952
Interest Receivable	13,823	-	-	-	-	13,823
Due from Other Governments	-	-	-	-	251	251
Total Assets	8,717,875	8,726,397	1,810,007	4,567,752	1,885,406	25,707,437
Liabilities						
Accounts Payable	63,938	42,485	5,946	-	4,913	117,282
Retainage Payable	-	-	5,403	-	-	5,403
Deposits	70,778	-	350	-	7,440	78,568
Total Liabilities	134,716	42,485	11,699	-	12,353	201,253
Deferred Inflows of Resources						
Property Taxes	633,151	-	-	-	43,801	676,952
Fund Balances						
Nonspendable						
Cemetery Perpetual Care	-	-	-	-	262,571	262,571
Restricted For:						
Emergencies	449,590	-	-	-	-	449,590
Debt Service	180,698	-	-	-	-	180,698
Parks and Recreation	158,501	-	-	-	-	158,501
Assigned For:						
Channel 10	26,374	-	-	-	-	26,374
Senior Center Capital and Meals	99,621	-	-	-	-	99,621
Police Expenditures	2,472	-	-	-	-	2,472
Subsequent Year Expenditures	1,034,597	2,635,394	305,723	289,000	291,674	4,556,388
Economic Development	-	-	-	-	932,336	932,336
Street Improvement	-	6,048,518	-	-	-	6,048,518
Parks and Recreation	-	-	1,492,585	-	-	1,492,585
Capital Improvements	-	-	-	4,278,752	-	4,278,752
Unrestricted, Unassigned	5,998,155	-	-	-	342,671	6,340,826
Total Fund Balances	7,950,008	8,683,912	1,798,308	4,567,752	1,829,252	24,829,232
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 8,717,875	\$ 8,726,397	\$ 1,810,007	\$ 4,567,752	\$ 1,885,406	\$ 25,707,437

See Notes to Financial Statements.

City of Rifle, Colorado
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
December 31, 2020

**Amounts Reported for Governmental Activities
in the Statement of Net Position are Different Because:**

Total Fund Balances of Governmental Funds	\$ 24,829,232
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.	54,305,360
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds.	
Notes Payable	(4,195,001)
Accrued Compensated Absences	(542,194)
Internal Service Funds are blended into Governmental Activities	<u>1,043,141</u>
Total Net Position of Governmental Activities	<u>\$ 75,440,538</u>

City of Rifle, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2020

	General	Street Improvements	Parks and Recreation	Capital Improvement	Nonmajor Governmental Funds	Totals
Revenues						
Taxes	\$ 6,622,076	\$ 1,292,247	\$ 2,584,495	\$ -	\$ 426,404	\$ 10,925,222
Licenses and Permits	212,280	100,772	-	-	-	313,052
Intergovernmental	1,390,903	-	735,444	-	189,155	2,315,502
Charges for Services	834,006	-	232,323	-	111,642	1,177,971
Investment Income	63,062	76,888	16,064	31,956	14,963	202,933
Other	150,508	29,548	565	-	-	180,621
Total Revenues	9,272,835	1,499,455	3,568,891	31,956	742,164	15,115,301
Expenditures						
Current						
General Government	3,965,174	-	-	-	-	3,965,174
Public Safety	3,072,632	-	-	-	-	3,072,632
Public Works	1,701,731	98,153	-	-	-	1,799,884
Parks and Recreation	345,042	-	2,128,666	-	-	2,473,708
Economic Development	-	-	-	-	448,756	448,756
Capital Outlay	270,029	1,408,690	4,674,546	18,584	154,985	6,526,834
Debt Service						
Principal	-	-	11,250	-	-	11,250
Interest and Fiscal Charges	-	-	96,196	-	-	96,196
Total Expenditures	9,354,608	1,506,843	6,910,658	18,584	603,741	18,394,434
Revenues Over (Under) Expenditures	(81,773)	(7,388)	(3,341,767)	13,372	138,423	(3,279,133)
Other Financing Sources (Uses)						
Disposal of capital assets	750	-	-	-	-	750
Debt proceeds	-	-	3,935,000	-	-	3,935,000
Transfers In	35,000	-	10,600	1,000,000	17,400	1,063,000
Transfers Out	(5,000)	-	(1,000,400)	-	(55,600)	(1,061,000)
Total Other Financing Sources (Uses)	30,750	-	2,945,200	1,000,000	(38,200)	3,937,750
Net Change in Fund Balances	(51,023)	(7,388)	(396,567)	1,013,372	100,223	658,617
Fund Balances, Beginning of year	8,001,031	8,691,300	2,194,875	3,554,380	1,729,029	24,170,615
Fund Balances, End of year	\$ 7,950,008	\$ 8,683,912	\$ 1,798,308	\$ 4,567,752	\$ 1,829,252	\$ 24,829,232

City of Rifle, Colorado
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
Governmental Funds
For the Year Ended December 31, 2020

Amounts Reported for Governmental Activities
in the Statement of Activities are Different Because:

Net Change in Fund Balances of Governmental Funds	\$ 658,617
Capital outlays to purchase or construct capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities.	
Capital Outlay	7,728,315
Depreciation Expense	(3,420,229)
Disposal of Capital Assets	(3,001)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position and does not affect the statement of activities. This amount represents advances on the Construction Loan.	
	(3,935,000)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Change in Accrued Compensated Absences	(33,655)
Internal Service Funds are blended into Governmental Activities:	
Fleet Maintenance and Information Technology Funds, Change in Net Position	<u>(158,222)</u>
Change in Net Position of Governmental Activities	<u>\$ 836,825</u>

City of Rifle, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2020

	Business-Type Activities				Governmental Activities Internal Service Funds
	Water	Wastewater	Sanitation	Totals	
Assets					
<i>Current Assets</i>					
Cash and Investments	\$ 11,208,710	\$ 4,065,591	\$ 147,696	\$ 15,421,997	\$ 418,122
Accounts Receivable	298,025	366,814	68,663	733,502	-
Taxes Receivable	201,295	-	-	201,295	-
Prepaid Expenses	499	499	498	1,496	-
Inventory	216,096	9,755	-	225,851	56,919
Total Current Assets	11,924,625	4,442,659	216,857	16,584,141	475,041
<i>Noncurrent Assets</i>					
Capital Assets					
<i>Not Being Depreciated</i>	1,831,192	805,704	-	2,636,896	-
Capital Assets					
<i>Net of Accumulated Depreciation</i>	55,882,173	24,819,923	-	80,702,096	726,418
Total Noncurrent Assets	57,713,365	25,625,627	-	83,338,992	726,418
Total Assets	69,637,990	30,068,286	216,857	99,923,133	1,201,459
Liabilities					
<i>Current Liabilities</i>					
Accounts Payable	320	48,280	54,908	103,508	146,036
Accrued Liabilities	35,695	25,424	652	61,771	12,282
Accrued Interest Payable	164,762	128,611	-	293,373	-
Deposits	10,000	-	-	10,000	-
Compensated Absences	2,098	-	-	2,098	-
Loan Payable - Current Portion	1,143,086	973,817	-	2,116,903	-
Certificates of Participation - Current Portion	210,000	-	-	210,000	-
Total Current Liabilities	1,565,961	1,176,132	55,560	2,797,653	158,318
<i>Noncurrent Liabilities</i>					
Compensated Absences	39,871	-	-	39,871	-
Notes Payable	16,655,641	7,838,798	-	24,494,439	-
Certificates of Participation	3,800,000	-	-	3,800,000	-
Total Noncurrent Liabilities	20,495,512	7,838,798	-	28,334,310	-
Total Liabilities	22,061,473	9,014,930	55,560	31,131,963	158,318
Deferred Inflows of Resources					
Deferred Tap Fees	21,969	47,928	-	69,897	-
Net Position					
Net Investment in Capital Assets	35,904,638	16,813,012	-	52,717,650	726,418
Restricted for:					
Emergencies	144,639	-	-	144,639	-
Operations and Maintenance Reserve	584,543	437,061	-	1,021,604	-
Assigned for:					
Subsequent Year's Expenditures	-	-	22,601	22,601	348,012
Unrestricted	10,920,728	3,755,355	138,696	14,814,779	(31,289)
Total Net Position	\$ 47,554,548	\$ 21,005,428	\$ 161,297	\$ 68,721,273	\$ 1,043,141

See Notes to Financial Statements.

City of Rifle, Colorado
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2020

	Business-Type Activities				Governmental Activities Internal Service Funds
	Water	Wastewater	Sanitation	Total	
Operating Revenues					
Charges for Services	\$ 3,712,392	\$ 3,549,661	\$ 674,504	\$ 7,936,557	\$ 1,190,313
Sale of Materials	16,850	-	-	16,850	-
Operating Grants	-	25,000	-	25,000	3,904
Other	494,364	-	-	494,364	-
Total Operating Revenues	4,223,606	3,574,661	674,504	8,472,771	1,194,217
Operating Expenses					
Personal Services	804,764	516,111	14,726	1,335,601	412,967
Supplies	71,055	101,972	-	173,027	185,912
Purchased Services	795,156	550,521	649,335	1,995,012	458,868
Other Expenses	7,716	505	-	8,221	-
Management Fees	150,965	125,609	25,863	302,437	-
Fleet Maintenance	37,500	35,507	-	73,007	2,113
Information Technology Maintenance	64,112	34,673	981	99,766	8,178
Small Equipment Purchases	3,373	-	-	3,373	90,640
Depreciation	1,557,121	1,064,640	-	2,621,761	198,186
Total Operating Expenses	3,491,762	2,429,538	690,905	6,612,205	1,356,864
Operating Income (Loss)	731,844	1,145,123	(16,401)	1,860,566	(162,647)
Nonoperating Revenues (Expenses)					
Sales and Use Taxes	1,938,371	-	-	1,938,371	-
Investment Income	79,807	28,006	1,386	109,199	4,315
Other Revenues	14,334	378	-	14,712	110
Amortization of Bond Premiums	69,257	35,613	-	104,870	-
Interest and Fiscal Charges	(513,170)	(330,785)	-	(843,955)	-
Total Nonoperating Revenues (Expenses)	1,588,599	(266,788)	1,386	1,323,197	4,425
Income (Loss) Before Capital Contributions & Transfers	2,320,443	878,335	(15,015)	3,183,763	(158,222)
Capital Contributions					
System Improvement Fees	221,296	323,591	-	544,887	-
Cash in lieu of Water Rights	7,979	-	-	7,979	-
Capital Grants	725,089	-	-	725,089	-
Total Capital Contributions	954,364	323,591	-	1,277,955	-
Transfers					
Transfers Out	-	-	(2,000)	(2,000)	-
Total Transfers	-	-	(2,000)	(2,000)	-
Change in Net Position	3,274,807	1,201,926	(17,015)	4,459,718	(158,222)
Net Position, Beginning of year	44,279,741	19,803,502	178,312	64,261,555	1,201,363
Net Position, End of year	\$ 47,554,548	\$ 21,005,428	\$ 161,297	\$ 68,721,273	\$ 1,043,141

See Notes to Financial Statements.

City of Rifle, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020

	Business-Type Activities				Governmental Activities
	Water	Wastewater	Sanitation	Totals	Internal Service Funds
Cash Flows From Operating Activities					
Cash Received from Customers	\$ 3,757,029	\$ 3,525,597	\$ 665,797	\$ 7,948,423	\$ 1,190,313
Cash Received from Others	494,364	25,000	-	519,364	3,904
Cash Payments to Vendors and Suppliers	(1,694,433)	(995,171)	(673,828)	(3,363,432)	(682,951)
Cash Payments to Employees	(560,356)	(360,698)	(10,851)	(931,905)	(351,621)
Net Cash Provided (Used) by Operating Activities	1,996,604	2,194,728	(18,882)	4,172,450	159,645
Cash Flows From Noncapital Financing Activities					
Other Revenues	14,334	378	-	14,712	110
Payments from (to) Other Funds	-	-	(2,000)	(2,000)	-
Net Cash Provided (Used) by Noncapital Financing Activities	14,334	378	(2,000)	12,712	110
Cash Flows From Capital and Related Financing Activities					
Purchases of Capital Assets	(283,553)	(32,485)	-	(316,038)	(324,751)
Proceeds From System Improvement Fees	221,296	323,591	-	544,887	-
Proceeds From Cash in Lieu of Fees	7,979	-	-	7,979	-
Proceeds From Sales and Use Taxes	1,932,772	-	-	1,932,772	-
Proceeds From Grants	725,089	-	-	725,089	-
Principal Payments on Debt	(1,264,799)	(906,556)	-	(2,171,355)	-
Interest Payments on Debt	(520,944)	(340,754)	-	(861,698)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	817,840	(956,204)	-	(138,364)	(324,751)
Cash Flows from Investing Activities					
Interest Received	79,807	28,006	1,386	109,199	4,315
Net Increase in Cash and Cash Equivalents	2,908,585	1,266,908	(19,496)	4,155,997	(160,681)
Cash and Cash Equivalents, Beginning of Year	8,300,125	2,798,683	167,192	11,266,000	578,803
Cash and Cash Equivalents, End of Year	\$ 11,208,710	\$ 4,065,591	\$ 147,696	\$ 15,421,997	\$ 418,122
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Operating Income (Loss)	\$ 731,844	\$ 1,145,123	\$ (16,401)	\$ 1,860,566	\$ (162,647)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Depreciation	1,557,121	1,064,640	-	2,621,761	198,186
Changes in Asset and Liabilities					
Accounts Receivable	27,787	(24,064)	(8,707)	(4,984)	-
Inventory	(6,432)	-	-	(6,432)	-
Accounts Payable	(305,978)	16,000	6,191	(283,787)	125,621
Accrued Liabilities	(7,738)	(6,971)	35	(14,674)	(1,515)
Net Cash Provided (Used) by Operating Activities	\$ 1,996,604	\$ 2,194,728	\$ (18,882)	\$ 4,172,450	\$ 159,645

See Notes to Financial Statements.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 1: Summary of Significant Accounting Policies

The financial statements of the City of Rifle (the City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

The City of Rifle was incorporated in 1905 and became a Home Rule City in 1963. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety, highways and streets, water, sewer, sanitation, health and social services, culture and recreation, education, public improvements, planning and zoning, and general administrative services. The City's basic financial statements include the accounts of all City operations.

Reporting Entity

The financial reporting entity consists of the City, organizations for which the City is financially accountable, and organizations that raise and hold economic resources for the direct benefit of the City. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are part of the City. Legally separate organizations for which the City is financially accountable are considered part of the reporting entity. Financial accountability exists if the City appoints a voting majority of the organization's governing board and is able to impose its will on the organization, or if there is a potential for the organization to provide benefits to, or impose financial burdens on, the City.

Based on the application of these criteria, the City includes the Downtown Development Agency (DDA) and the Urban Renewal Authority (URA) as blended component units. The DDA and URA were created as separate legal entities by an act of the state legislature and "activated" by action of the City Council to plan and develop the downtown and other blighted areas of the city and to attract new businesses and residents. The governing board of the DDA is appointed by the City Council for fixed terms. The DDA has the complete authority to hire management and all other employees. There is no significant continuing relationship between the City and the DDA for carrying out day-to-day functions. The governing board of the URA is the City Council.

The DDA is a separate taxing body and levies taxes against the property owners within the designated development district and may hold referendums of its constituents. The DDA's levy and the levy of the City are independent of each other and are related only by the fact they are levied against a common tax base within the DDA's geographic boundaries. Property taxes from the DDA's levy are its primary revenue source. The URA's primary source of revenue is increment tax receipts based on the increased assessed valuation of taxes in the Urban Renewal Authority boundaries.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 1: Summary of Significant Accounting Policies (Continued)

Reporting Entity (Continued)

Because the DDA's governing board is appointed by the City and the budget and any amendments thereto are approved by the City, the DDA is reported as if it were part of the primary government. Similarly, since the URA's governing board is the City Council and the budget and any amendments thereto are approved by the City Council, the URA is reported as if it were part of the primary government.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the City and its component units. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges for interfund services that are reasonably equivalent to the services provided. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of the given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are *available* when they are collected within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current year.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

Taxes, intergovernmental revenues, and interest associated with the current year are susceptible to accrual and so have been recognized as revenues of the current year. All other revenues are considered measurable and available only when cash is received by the City.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a fund's principal ongoing operations. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for a specific use, it is the City's practice to use restricted resources first, then unrestricted resources as they are needed.

In the fund financial statements, the City reports the following major governmental funds:

The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the City, except those accounted for in another fund.

The *Street Improvements Fund* receives sales, use, and street impact revenues restricted for public works street improvements.

The *Parks and Recreation Fund* accounts for the operations of the city's parks and recreation programs. It is partially funded through a 1% sales and use tax assessment.

The *Capital Improvement Program Fund* accounts for the operations of the City's Capital Improvement Projects.

Additionally, the City reports the following major proprietary funds:

The *Water Fund* accounts for the financial activities associated with the provision of water services.

The *Wastewater Fund* accounts for the financial activities associated with the provision of sewer services.

The *Sanitation Fund* accounts for the financial activities associated with the City's waste collection services.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 1: Summary of Significant Accounting Policies (Continued)

Assets, Liabilities and Net Position/Fund Balances

Cash Equivalents - For purposes of the statement of cash flows, cash equivalents are defined as investments with original maturities of three months or less. The City considers all pooled cash and investments to be cash equivalents.

Receivables - Receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Interfund Receivables and Payables - During operations, certain transactions occur between individual funds. The resulting receivables and payables are classified on the balance sheet as *interfund receivables* and *interfund payables*. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as *internal balances*.

Prepaid Expenses - Certain payments to vendors reflect costs applicable to future accounting periods and are reported as prepaid expenses using the consumption method.

Capital Assets - Capital assets, which include land, buildings, equipment, and all infrastructure owned by the City, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary funds in the fund financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value on the date of donation. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

Capital assets of the City are depreciated using the straight-line method over the following estimated useful lives.

Buildings and Improvements	10 - 50 years
Infrastructure	7 - 75 years
Water, Sewer and Storm Drainage Plants and Systems	30 - 50 years
Machinery and Equipment	5 - 10 years

Compensated Absences - Employees of the City are allowed to accumulate unused vacation and sick time depending on length of employment. Upon termination of employment from the City, an employee will be compensated for all accrued vacation time at their current rate of pay. Accumulated, unpaid vacation time is accrued when earned in the government-wide financial statements and the proprietary funds in the fund financial statements. A liability is recorded in the governmental fund financial statements only when payment is due.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 1: Summary of Significant Accounting Policies (Continued)

Assets, Liabilities and Net Position/Fund Balances (Continued)

Long-Term Debt - In the government-wide financial statements and the proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Debt premiums, discounts and accounting losses resulting from debt refunding's are deferred and amortized over the life of the debt using the straight-line method. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses.

Debt issuance costs, whether or not withheld from the debt proceeds, are reported as current expenses or expenditures.

Deferred Inflows of Resources - Deferred inflows of resources include property taxes earned but levied for a subsequent year. In addition, grants not available as current financial resources are reported as deferred inflows in the governmental fund financial statements.

Net Position/Fund Balances - In the government-wide and fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed. The Board of Trustees establishes a fund balance commitment through passage of an ordinance and is authorized to informally assign amounts to a specific purpose. The City has not established a formal policy for its use of restricted and unrestricted fund balances. However, if both restricted and unrestricted fund balances are available for a specific purpose, the City uses restricted amounts first, followed by committed, assigned and unassigned amounts.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and collected in the subsequent year. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's Office collects property taxes and remits to the City on a monthly basis. Since property tax revenues are collected in arrears during the succeeding fiscal year, receivables and corresponding deferred inflows of resources are reported at year end.

Subsequent Events

We have evaluated subsequent events through May 28, 2021, the date the financial statements were available to be issued.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 2: Cash and Investments

A summary of cash and investments at December 31, 2020, follows:

Petty Cash	\$ 2,961
Cash Deposits	4,528,190
Investments	<u>34,788,967</u>
Total	<u>\$ 39,320,118</u>

Cash Deposits

The Colorado Public Deposit Protection Act (PDPA) requires all local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2020, the City had bank deposits of \$6,881,286 collateralized with securities held by the financial institutions' agents but not in the City's name.

Investments

The City is required to comply with State statutes which specify investments meeting defined rating, maturity, and concentration risk criteria in which the City may invest, which include the following. Custodial risk is not addressed by State statutes.

- Obligations of the United States and certain U.S. Agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts (GICs)
- Certificates of deposit

At December 31, 2020, the City had the following investments:

	S&P Rating	Investment Maturities (in Years)		
		Less Than 1	1 - 5 Years	Total
U.S. Treasury Securities	AA+	\$ -	\$ 8,813,627	\$ 8,813,627
U.S. Treasury Securities Strip	n/a	1,969,230	-	1,969,230
Certificates of Deposit	n/a	203,071	756,493	959,564
Money Market Funds	n/a	960,837	-	960,837
Local Government Investment Pools	AAAm	<u>22,085,709</u>	<u>-</u>	<u>22,085,709</u>
Total		<u>\$ 25,218,847</u>	<u>\$ 9,570,120</u>	<u>\$ 34,788,967</u>

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 2: Cash and Investments

Investments (Continued)

Fair Value Measurements - The City reports its investments using the fair value measurements established by generally accepted accounting principles. As such, a fair value hierarchy categorizes the inputs used to measure the fair value of the investments into three levels. Level 1) inputs are quoted prices in active markets for identical investments; Level 2) inputs include quoted prices in active markets for similar investments, or other observable inputs; and Level 3) inputs are unobservable inputs. At December 31, 2020, the City's investments in U.S. Treasury and Agency securities were measured utilizing quoted prices in active markets for similar investments (Level 2 inputs).

Interest Rate Risk - State statutes generally limit the maturity of investment securities to five years from the date of purchase unless the governing board authorizes the investment for a period in excess of five years.

Credit Risk - State statutes limit certain investments to those with specified ratings from nationally recognized statistical rating organizations, depending on the type of investment.

Concentration of Credit Risk - State statutes do not limit the amount the City may invest in a single issuer of investment securities, except for corporate securities. At December 31, 2020, the City's investments in the following represented more than 5% of the City's total investments.

	Rating	Total
U.S. Treasury Securities		
Federal Farm Credit Bank Bond	AA+	7.3%
Federal Home Loan Mortgage Corp Note	AA+	7.3%
Federal National Mortgage Association Note	AA+	5.9%
U.S. Treasury Security Strip	n/a	5.7%
Local Government Investment Pools		
ColoTrust Prime	AAAm	26.3%
CSAFE	AAAm	37.2%

Local Government Investment Pools - At December 31, 2020, the City had \$9,162,089 and \$12,923,620 and invested in the Colorado Local Government Liquid Asset Trust (Colotrust) and the Colorado Surplus Asset Fund Trust (CSAFE), respectively. The pools are investment vehicles established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating the pools. The pools operate in conformity with the Securities and Exchange Commission's Rule 2a-7. The pools are measured at the net asset value per share, with each share valued at \$1. The pools are rated AAAM by Standard and Poor's. Investments of the pools are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 3: Capital Assets

Capital asset Governmental activity for the year ended December 31, 2020, is summarized below:

Governmental Activities	Balance 12/31/19	Additions	Transfer	Deletions	Balance 12/31/20
Capital Assets, Not Being Depreciated:					
Land	\$ 3,979,905	\$ -	\$ -	\$ -	\$ 3,979,905
Construction in Progress	-	18,584	-	-	18,584
Total Capital Assets, Not Being Depreciated	3,979,905	18,584	-	-	3,998,489
Capital Assets, Being Depreciated:					
Buildings	16,386,089	-	(105,533)	(6,295)	16,274,261
Improvements	74,801,251	7,597,616	481	(14,515)	82,384,833
Equipment	4,372,474	112,115	105,052	(483)	4,589,158
Internal Service - Equipment	2,491,263	324,751	-	-	2,816,014
Total Capital Assets, Being Depreciated	98,051,077	8,034,482	-	(21,293)	106,064,266
Less Accumulated Depreciation:					
Buildings	(7,094,719)	(406,085)	44,183	6,024	(7,450,597)
Improvements	(39,091,870)	(2,742,198)	(44,183)	11,785	(41,866,466)
Equipment	(3,352,855)	(271,946)	-	483	(3,624,318)
Internal Service - Equipment	(1,891,410)	(198,186)	-	-	(2,089,596)
Total Accumulated Depreciation	(51,430,854)	(3,618,415)	-	18,292	(55,030,977)
Total Capital Assets, Being Depreciated, net	46,620,223	4,416,067	-	(3,001)	51,033,289
Governmental Activities Capital Assets, net	\$ 50,600,128	\$ 4,434,651	-	\$ (3,001)	\$ 55,031,778

Depreciation expense was charged to programs of the City as follows:

Governmental Activities	Total
General Government	\$ 512,486
Public Safety	1,602
Public Works	2,205,203
Cemetery	3,181
Parks and Recreation	617,838
Economic Development	79,919
	<u>3,420,229</u>
Internal Service - Equipment	198,186
	<u>198,186</u>
Total	\$ 3,618,415

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 3: Capital Assets (Continued)

Capital asset Business-Type activity for the year ended December 31, 2020, is summarized below:

Business-Type Activities	Balance 12/31/19	Additions	Transfers	Deletions	Balance 12/31/20
<i>Capital Assets, Not Being Depreciated:</i>					
Land and improvements	\$ 1,985,544	\$ -	\$ -	\$ -	\$ 1,985,544
Water Rights	651,352	-	-	-	651,352
Total Capital Assets, Not Being Depreciated	2,636,896	-	-	-	2,636,896
<i>Capital Assets, Being Depreciated:</i>					
Buildings	73,822,846	-	-	-	73,822,846
Improvements	41,972,933	253,573	-	-	42,226,506
Equipment	2,364,452	62,465	-	-	2,426,917
Total Capital Assets, Being Depreciated	118,160,231	316,038	-	-	118,476,269
<i>Less Accumulated Depreciation:</i>					
Buildings	(20,896,547)	(1,820,570)	-	-	(22,717,117)
Improvements	(12,372,525)	(736,391)	-	-	(13,108,916)
Equipment	(1,883,340)	(64,800)	-	-	(1,948,140)
Total Accumulated Depreciation	(35,152,412)	(2,621,761)	-	-	(37,774,173)
Total Capital Assets, Being Depreciated	83,007,819	(2,305,723)	-	-	80,702,096
Business-Type Activities Capital Assets, net	\$ 85,644,715	\$ (2,305,723)	\$ -	\$ -	\$ 83,338,992

Note 4: Long-Term Debt

Governmental Activities

Following is a summary of long-term debt transactions of the governmental activities for the year ended December 31, 2020:

	Balance 12/31/19	Additions	Payments	Balance 12/31/20	Due Within One Year
Construction Loan	\$ 260,001	\$ 3,953,500	\$ (18,500)	\$ 4,195,001	\$ 154,701
Compensated Absences	508,540	120,163	(86,509)	542,194	95,788
Total	\$ 768,541	\$ 4,073,663	\$ (105,009)	\$ 4,737,195	\$ 250,489

Compensated absences are expected to be liquidated primarily with revenues of the General Fund.

In December 2018, the City obtained a construction loan which allows the City to borrow up to \$5,800,000, towards the pool renovation. The City was allowed to draw upon the loan through December 2020, at which time the loan converted into a term loan. The loan is due on December 1, 2040, with a maximum bi-annual payment of \$144,588. Semi-annual payments are due on June 1 and December 1. Interest on the unpaid outstanding loan balance is at 3.3%. During the loan period, the City must maintain a cash deposit with the lender in a Debt Service Reserve Fund equal to 125% of the bi-annual principal and interest payable on the loan in the amount of \$180,698.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 4: Long-Term Debt (Continued)

Governmental Activities (Continued)

The loan's future maturities are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 154,701	\$ 134,415	\$ 289,116
2022	155,229	133,887	289,116
2023	160,466	128,650	289,116
2024	165,532	123,584	289,116
2025	171,464	117,652	289,116
2026 - 2030	947,797	497,783	1,445,580
2031 - 2035	1,118,913	326,668	1,445,581
2036 - 2040	<u>1,320,899</u>	<u>124,681</u>	<u>1,445,580</u>
Total	\$ <u>4,195,001</u>	\$ <u>1,587,320</u>	\$ <u>5,782,321</u>

Business-Type Activities

Following are the changes in long-term debt of the business-type activities for the year ended December 31, 2020:

	<u>Balance 12/31/19</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 12/31/20</u>	<u>Due Within One Year</u>
2007 CWRPDA Loan - Wastewater	\$ 9,449,100	\$ -	\$ (906,556)	\$ 8,542,544	\$ 938,204
Premium	305,684	-	(35,613)	270,071	35,613
2012 CWRPDA Loan - Water	16,554,945	-	(967,022)	15,587,923	979,187
2012 CWRPDA Loan - Water (Fed)	1,362,829	-	(92,777)	1,270,052	94,641
Premium	1,010,009	-	(69,257)	940,752	69,258
2015 Certificate of Participation - Water	4,215,000	-	(205,000)	4,010,000	210,000
Compensated Absences	<u>39,092</u>	<u>83,015</u>	<u>(80,138)</u>	<u>41,969</u>	<u>2,098</u>
Total	\$ <u>32,936,659</u>	\$ <u>83,015</u>	\$ <u>(2,356,363)</u>	\$ <u>30,663,311</u>	\$ <u>2,329,001</u>

In May 2007, the City entered into a loan agreement with the Colorado Water Resource and Power Development Authority in the amount of \$17,852,112. The proceeds were used to complete sewer improvements. The City has also recorded \$747,848 of premiums that are being amortized over the life of the loan, with the remaining unamortized portion included in the note payable balance in the financial statements. The loan requires semi-annual principal and interest payments on February 1 and August 1 of each year through 2028. The loan bears interest at 3.5% per annum, not including administrative fees. Pursuant to the loan agreement, the City was required to establish a 3-month operations and maintenance reserve based on the subsequent years budgeted expenditures, or \$437,061. The City has funded this reserve through the restriction of net position in the Wastewater Fund. The City believes it is in compliance with all required covenants and obligations called for by the loan agreement.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 4: Long-Term Debt (Continued)

Business-Type Activities (Continued)

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 938,204	\$ 309,917	\$ 1,248,121
2022	969,852	282,017	1,251,869
2023	996,088	248,257	1,244,345
2024	1,027,736	220,857	1,248,593
2025	1,064,384	190,537	1,254,921
2026 - 2028	3,546,280	206,522	3,752,802
Total	<u>\$ 8,542,544</u>	<u>\$ 1,458,107</u>	<u>\$ 10,000,651</u>

In August 2012, the City entered into two loan agreements with the Colorado Water Resource and Power Development Authority in the amount of \$23,858,367. The loans are comprised of \$21,858,367 of regular CWRPDA financing and an additional \$2,000,000 direct loan. The proceeds are to be used to complete water system improvements.

The City has also received the benefit of \$1,523,671 of premiums related to the \$21,858,367 CWRPDA debt issuance that are being amortized over the life of the loan. The unamortized portions of the premiums are included in the note payable balance in the financial statements. Issuance costs of \$382,038 were expensed during 2012. The \$21,858,367 loan requires semi-annual principal and interest payments on February 1 and August 1 of each year through 2034 commencing in August 2012. The loan bears interest at 1.6% per annum, not including administrative fees. Pursuant to the loan agreement, the city was required to establish a 3-month operations and maintenance reserve based on the subsequent years budgeted expenditures or \$584,543. The City has funded this reserve through the restriction of its net position balance in the Water Fund. The City believes it is in compliance with all required covenants and obligations called for by the loan agreement. All debt payments related to this loan are made by the Water Fund.

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 979,187	\$ 344,647	\$ 1,323,834
2022	1,009,596	314,319	1,323,915
2023	1,040,006	284,261	1,324,267
2024	1,052,170	270,711	1,322,881
2025	1,064,333	257,950	1,322,283
2026 - 2030	5,510,206	1,106,723	6,616,929
2031 - 2034	4,932,425	371,236	5,303,661
Total	<u>\$ 15,587,923</u>	<u>\$ 2,949,847</u>	<u>\$ 18,537,770</u>

The \$2,000,000 direct loan was previously a federally subsidized non-interest-bearing loan. However, in 2014, the project no longer qualifies as green and, therefore, the loan does not qualify for a 0% interest rate. The new rate of 2% interest began accruing on August 1, 2014 with the first payment, at the new interest rate, due on February 1, 2015. The loan requires semi-annual principal payments of \$50,000 on February 1 and August 1 of each year through 2032 commencing in February 2013. All debt payments related to this loan are made by the Water Fund.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 4: Long-Term Debt (Continued)

Business-Type Activities (Continued)

The Non-Federally subsidized loan future maturities are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 94,641	\$ 24,930	\$ 119,571
2022	96,544	23,027	119,571
2023	98,484	21,087	119,571
2024	100,464	19,108	119,572
2025	102,483	17,089	119,572
2026 - 2030	544,154	53,703	597,857
2031 - 2033	233,282	5,861	239,143
Total	<u>\$ 1,270,052</u>	<u>\$ 164,805</u>	<u>\$ 1,434,857</u>

In 2015, the City issued \$5,085,000 in certificates of participation for a water tank construction project. Principal payments are due semi-annually on June 1 and December 1. Principal payments started at \$110,000 in 2015 and increase to \$335,000 by 2035, at an interest rate of 3.13%. Payments are made by the Water Fund.

The 2015 Certificate of Participation future maturities are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 210,000	\$ 127,256	\$ 337,256
2022	220,000	120,772	340,772
2023	225,000	113,610	338,610
2024	235,000	106,762	341,762
2025	240,000	99,012	339,012
2026 - 2030	1,325,000	375,628	1,700,628
2031 - 2035	1,555,000	144,536	1,699,536
Total	<u>\$ 4,010,000</u>	<u>\$ 1,087,576</u>	<u>\$ 5,097,576</u>

Note 5: Interfund Transactions

The City has recorded the following routine transfers:

	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ 35,000	\$ (5,000)
Parks and Recreation	10,600	(1,000,400)
Capital Improvements	1,000,000	-
Non-major Governmental Funds	17,400	(55,600)
Sanitation Fund	-	(2,000)
Total	<u>\$ 1,063,000</u>	<u>\$ (1,063,000)</u>

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 6: Pension Plan

The City provides pension benefits for all its full-time police officers through a defined contribution plan. The police officers contribute 8% of their compensation to the plan, which the City matches with a 12.51% contribution. The City's contributions for each employee (and interest allocated thereon) vest at the rate of 20% per year, after the first year, so that by the fifth year of participation, employees are 100% vested in all contributions made to the plan. During the year ended December 31, 2020, the City contributed \$179,270 and the employees contributed \$114,729 to the plan.

All other full-time employees of the City are eligible to participate in a defined contribution pension plan established under the provisions of Section 401(a) of the Internal Revenue Code. In this defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan covers all full-time employees upon initial employment and who have attained the age of twenty-one. The City contributes 5% of compensation to the plan on behalf of each qualified employee. Employees may not make contributions to this plan. Employers' contributions vest at the rate of 20% per year, after the first year, so that by the fifth year of participation, employees are 100% vested in all contributions made to the plan. For the year ended December 31, 2020, the City contributed \$192,720 to the plan.

The City offers a deferred compensation plan in accordance with Section 457(b) of the Internal Revenue Code. The plan permits employees to contribute a portion of their current salary, based upon limits prescribed in the Internal Revenue Code. The City contributes a match of up to 1% when an employee elects to participate in the plan.

Note 7: Risk-Related Activities

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; and natural disasters. For risks related to property and liability, the City is a member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provisions of 24-20-115.5, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, section 18(2). The purposes of CIRSA are to provide members defined liability and property coverage and to assist members to prevent and reduce losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees or officers. The City has not significantly changed its insurance coverage over the past three years, nor have settlements exceeded coverage during the same period.

The City carries commercial insurance for workers compensation claims.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 8: Commitments and Contingencies

TABOR Amendment

In November 1992, Colorado voters passed the TABOR Amendment to the State Constitution which limits state and local government taxing powers and imposes spending limitations. The City is subject to the TABOR Amendment. Fiscal year 1992 provides the basis for limits in future years, to which may be applied allowable increases for inflation and property valuation. Revenue received in excess of the limitations may be required to be refunded unless the City's electorate vote to retain the revenue. The TABOR Amendment is subject to many interpretations, but the City believes it is in substantial compliance with the Amendment.

Litigation

From time to time, the City is involved in various litigation. Management believes the outcome of any litigation will not have a significant impact on the City's financial position.

2021 Budget Designations

Through the adoption of the 2021 budget, the City has assigned a portion of the Fund Balance for subsequent year's expenditures, as reflected in the accompanying financial statements as assigned for subsequent year's expenditures. The assignment represents the amount for which 2021 budgeted expenditures exceed the 2021 budgeted revenues.

Current Economic Conditions

During the year ended December 31, 2020, the United States of America and State of Colorado declared an emergency associated with the COVID-19 pandemic. Along with significant declines in financial markets, the public health emergency creates uncertain economic conditions. The City has adapted and made changes to operations due to the potential impacts on health and safety, however the full economic effect on the City is uncertain. Should these conditions continue, the City could continue to be negatively impacted.

Note 9: Rate Maintenance

The 2012 Colorado Water Resources and Power Development Authority (CWRPDA) water loan agreement, and the 2007 CWRPDA wastewater loan agreement required that Net Revenues shall represent a sum equal to 110% of the amount necessary to pay, when due, the principal and interest on the loans and any parity debt coming due.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 9: Rate Maintenance (Continued)

The computation of both the Water and Wastewater rate maintenance is as follows:

	Water Fund	Wastewater Fund
Revenues		
Operating Revenues	\$ 4,223,606	\$ 3,574,661
Sales & Use Taxes	1,938,371	-
System Improvement Fees	221,296	323,591
Investment Income	79,807	28,006
Cash in Lieu of Water Rights Fees	7,979	-
Other Revenues	<u>14,334</u>	<u>378</u>
 Total Revenues	 <u>6,485,393</u>	 <u>3,926,636</u>
 Expenses		
Operating Expenses	3,491,762	2,429,538
Less Depreciation	<u>(1,557,121)</u>	<u>(1,064,640)</u>
 Net Expenses	 <u>1,934,641</u>	 <u>1,364,898</u>
 Net Revenues	 <u>\$ 4,550,752</u>	 <u>\$ 2,561,738</u>
 Debt Service Requirements (Parity and Subordinate)		
2007 CWRPDA Note Payable	\$ -	\$ 1,248,121
2012 CWRPDA - Interest Bearing	1,323,834	-
2012 CWRPDA - Federal	119,571	-
2015 Certificates of Participation	<u>337,256</u>	<u>-</u>
 Debt Service Required	 <u>1,780,661</u>	 <u>1,248,121</u>
 Required Coverage		
(Water at 100%, without System Improvement Fees)	<u>110%</u>	<u>110%</u>
 Debt Service Coverage at 110%	 <u>\$ 1,958,727</u>	 <u>\$ 1,372,933</u>
 Net Revenue Excess	 <u>\$ 2,592,025</u>	 <u>\$ 1,188,805</u>

Required Supplementary Information

City of Rifle, Colorado
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 6,363,347	\$ 6,376,347	\$ 6,622,076	\$ 245,729
Licenses and Permits	173,750	173,750	212,280	38,530
Intergovernmental	1,528,064	2,220,564	1,390,903	(829,661)
Charges for Services	830,787	830,787	834,006	3,219
Interest Income	80,055	80,055	63,062	(16,993)
Miscellaneous	34,000	34,000	150,508	116,508
Total Revenue	<u>9,010,003</u>	<u>9,715,503</u>	<u>9,272,835</u>	<u>(442,668)</u>
Expenditures				
General Government	3,691,783	4,470,783	3,965,174	(505,609)
Public Safety	3,186,948	3,189,948	3,072,632	(117,316)
Public Works	1,761,711	1,761,711	1,701,731	(59,980)
Parks and Recreation	341,527	341,527	345,042	3,515
Capital Outlay	283,600	303,600	270,029	(33,571)
Total Expenditures	<u>9,265,569</u>	<u>10,067,569</u>	<u>9,354,608</u>	<u>(712,961)</u>
Excess Revenues Over (Under) Expenditures	(255,566)	(352,066)	(81,773)	270,293
Other Financing Sources (Uses)				
Disposal of capital assets	-	-	750	750
Transfers In	35,000	35,000	35,000	-
Transfers Out	(5,000)	(5,000)	(5,000)	-
Total Other Financing Sources (Uses)	<u>30,000</u>	<u>30,000</u>	<u>30,750</u>	<u>750</u>
Change in Fund Balance	(225,566)	(322,066)	(51,023)	271,043
Fund Balance, Beginning of Year	<u>7,248,170</u>	<u>7,248,170</u>	<u>8,001,031</u>	<u>752,861</u>
Fund Balance, End of Year	<u>\$ 7,022,604</u>	<u>\$ 6,926,104</u>	<u>\$ 7,950,008</u>	<u>\$ 1,023,904</u>

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
Budgetary Comparison Schedule
Street Improvement Fund
For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Taxes	\$ 1,284,245	\$ 1,292,247	\$ 8,002
Licenses and Permits	-	100,772	100,772
Intergovernmental	3,090,900	-	(3,090,900)
Investment Income	41,600	76,888	35,288
Other	90,000	29,548	(60,452)
 Total Revenues	 <u>4,506,745</u>	 <u>1,499,455</u>	 <u>(3,007,290)</u>
Expenditures			
Public Works	288,374	98,153	(190,221)
Capital Outlay	5,831,000	1,408,690	(4,422,310)
 Total Expenditures	 <u>6,119,374</u>	 <u>1,506,843</u>	 <u>4,612,531</u>
Excess Revenues Over (Under) Expenditures	(1,612,629)	(7,388)	1,605,241
Other Financing Sources (Uses)			
Transfers In	185,000	-	(185,000)
Total Other Financing Sources (Uses)	<u>185,000</u>	<u>-</u>	<u>(185,000)</u>
Net Change in Fund Balance	(1,427,629)	(7,388)	1,420,241
Fund Balance, <i>Beginning of year</i>	<u>8,074,609</u>	<u>8,691,300</u>	<u>616,691</u>
Fund Balance, <i>End of year</i>	<u>\$ 6,646,980</u>	<u>\$ 8,683,912</u>	<u>\$ 2,036,932</u>

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
Budgetary Comparison Schedule
Parks and Recreation Fund
For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 2,568,489	\$ 2,568,489	\$ 2,584,495	\$ 16,006
Intergovernmental	724,100	762,600	735,444	(27,156)
Charges for Services	306,102	306,102	232,323	(73,779)
Interest Income	10,500	10,500	16,064	5,564
Other	180,000	180,000	565	(179,435)
Total Revenues	<u>3,789,191</u>	<u>3,827,691</u>	<u>3,568,891</u>	<u>(258,800)</u>
Expenditures				
Parks and Recreation	2,514,573	2,523,073	2,128,666	394,407
Capital Outlay	4,537,038	5,319,038	4,674,546	644,492
Debt Service - Principal	11,250	11,250	11,250	-
Debt Service - Interest	130,000	130,000	96,196	33,804
Total Expenditures	<u>7,192,861</u>	<u>7,983,361</u>	<u>6,910,658</u>	<u>1,072,703</u>
Excess Revenues Over (Under) Expenditures	(3,403,670)	(4,155,670)	(3,341,767)	813,903
Other Financing Sources (Uses)				
Debt proceeds	3,200,000	3,579,700	3,935,000	355,300
Transfers In	10,600	10,600	10,600	-
Transfers (Out)		(1,000,000)	(1,000,400)	(400)
Total Other Financing Sources (Uses)	<u>3,210,600</u>	<u>2,590,300</u>	<u>2,945,200</u>	<u>354,900</u>
Net Change in Fund Balance	(193,070)	(1,565,370)	(396,567)	1,168,803
Fund Balance, Beginning of year	<u>2,181,580</u>	<u>2,181,580</u>	<u>2,194,875</u>	<u>13,295</u>
Fund Balance, End of year	<u>\$ 1,988,510</u>	<u>\$ 616,210</u>	<u>\$ 1,798,308</u>	<u>\$ 1,182,098</u>

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Capital Improvement Fund
 For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Investment Income	\$ 40,000	\$ 40,000	\$ 31,956	\$ (8,044)
Total Revenues	40,000	40,000	31,956	(8,044)
Expenditures				
Capital Outlay	28,000	28,000	18,584	9,416
Total Expenditures	28,000	28,000	18,584	9,416
Excess Revenues Over (Under) Expenditures	12,000	12,000	13,372	1,372
Other Financing Sources (Uses)				
Transfers In	-	1,000,000	1,000,000	-
Total Other Financing Sources (Uses)	-	1,000,000	1,000,000	-
Net Change in Fund Balance	12,000	1,012,000	1,013,372	1,372
Fund Balance, Beginning of year	3,514,613	3,514,613	3,554,380	39,767
Fund Balance, End of year	<u>\$ 3,526,613</u>	<u>\$ 4,526,613</u>	<u>\$ 4,567,752</u>	<u>\$ 41,139</u>

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
Notes to Required Supplementary Information
December 31, 2020

Note 1: Stewardship, Compliance, and Accountability

Budgets

Budgets are legally adopted for all funds of the City, which has no operations other than depreciation expense. Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP), except for certain interfund transactions that are reported as revenues and expenditures on the budgetary basis but not the GAAP basis of accounting. Budgetary comparisons for the enterprise funds are presented on a non-GAAP budgetary basis, whereby capital outlay and debt principal are budgeted as expenditures and depreciation and amortization are not budgeted.

The City adheres to the following procedures to establish the budgetary information reflected in the financial statements:

- By October 15, management submits to the City Council a proposed budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted by the City Council to obtain taxpayer comments.
- Prior to December 31, the budget is adopted by formal resolution.
- Expenditures may not legally exceed appropriations at the fund level. Revisions that alter the total expenditures of any fund must be approved by the City Counsel.
- All appropriations lapse at the end of each fiscal year.

Combining and Individual Fund Statements and Schedules

City of Rifle, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2020

	Conservation Trust	Visitor Improvement	Downtown Development	Tourism and Industry	Urban Renewal Authority	Perpetual Care Fund	Totals
Assets							
Cash and Investments	\$ 342,671	\$ 195,197	\$ 91,348	\$ 735,077	\$ 183,815	\$ 262,571	\$ 1,810,679
Accounts Receivable	-	-	-	1,331	-	-	1,331
Taxes Receivable	-	7,175	-	22,169	-	-	29,344
Property Taxes Receivable	-	-	43,801	-	-	-	43,801
Due from Other Governments	-	-	251	-	-	-	251
Total Assets	<u>\$ 342,671</u>	<u>\$ 202,372</u>	<u>\$ 135,400</u>	<u>\$ 758,577</u>	<u>\$ 183,815</u>	<u>\$ 262,571</u>	<u>\$ 1,885,406</u>
Liabilities							
Accounts Payable	\$ -	\$ -	\$ 2,385	\$ 2,528	\$ -	\$ -	\$ 4,913
Deposit	-	-	-	7,440	-	-	7,440
Total Liabilities	-	-	2,385	9,968	-	-	12,353
Deferred Inflows of Resources							
Property Taxes	-	-	43,801	-	-	-	43,801
Fund Balances							
Nonspendable:							
Cemetery Perpetual Care	-	-	-	-	-	242,771	242,771
Assigned For:							
Subsequent Year's Expenditures	-	27,095	-	83,679	161,100	19,800	291,674
Economic Development	-	175,277	89,214	664,930	22,715	-	952,136
Unrestricted, Unassigned	342,671	-	-	-	-	-	342,671
Total Fund Balances	<u>342,671</u>	<u>202,372</u>	<u>89,214</u>	<u>748,609</u>	<u>183,815</u>	<u>262,571</u>	<u>1,829,252</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 342,671</u>	<u>\$ 202,372</u>	<u>\$ 135,400</u>	<u>\$ 758,577</u>	<u>\$ 183,815</u>	<u>\$ 262,571</u>	<u>\$ 1,885,406</u>

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2020

	Conservation Trust	Visitor Improvement	Downtown Development	Tourism and Industry	Urban Renewal Authority	Perpetual Care Fund	Totals
Revenues							
Taxes	\$ -	\$ 117,533	\$ 44,843	\$ 213,480	\$ 50,548	\$ -	\$ 426,404
Intergovernmental	98,108	88,581	-	2,466	-	-	189,155
Charges for Services	-	-	-	104,832	-	6,810	111,642
Investment Income	2,467	1,531	803	6,668	1,271	2,223	14,963
Total Revenues	100,575	207,645	45,646	327,446	51,819	9,033	742,164
Expenditures							
Economic Development	-	83,676	42,901	322,179	-	-	448,756
Capital Outlay	-	93,234	2,047	59,704	-	-	154,985
Total Expenditures	-	176,910	44,948	381,883	-	-	603,741
Excess of Revenues Over (Under) Expenditures	100,575	30,735	698	(54,437)	51,819	9,033	138,423
Other Financing Sources (Uses)							
Transfers In	-	-	7,000	10,400	-	-	17,400
Transfers Out	-	(55,600)	-	-	-	-	(55,600)
Total Other Financing Sources (Uses)	-	(55,600)	7,000	10,400	-	-	(38,200)
Net Change in Fund Balances	100,575	(24,865)	7,698	(44,037)	51,819	9,033	100,223
Fund Balances, Beginning of year	242,096	227,237	81,516	792,646	131,996	253,538	1,729,029
Fund Balances, End of year	\$ 342,671	\$ 202,372	\$ 89,214	\$ 748,609	\$ 183,815	\$ 262,571	\$ 1,829,252

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Conservation Trust Fund
 For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Intergovernmental	\$ 90,000	\$ 98,108	\$ 8,108
Investment Income	600	2,467	1,867
Total Revenues	90,600	100,575	9,975
Other Financing Sources (Uses)			
Transfers Out	(180,000)	-	180,000
Total Other Financing Sources (Uses)	(180,000)	-	180,000
Net Change in Fund Balance	(89,400)	100,575	189,975
Fund Balance, <i>Beginning of year</i>	225,328	242,096	16,768
Fund Balance, <i>End of year</i>	<u>\$ 135,928</u>	<u>\$ 342,671</u>	<u>\$ 206,743</u>

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Visitor Improvement Fund
 For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Taxes	\$ 152,440	\$ 117,533	\$ (34,907)
Intergovernmental	87,000	88,581	1,581
Investment Income	1,200	1,531	331
	<u>240,640</u>	<u>207,645</u>	<u>(32,995)</u>
Total Revenues			
Expenditures			
Economic Development	145,866	83,676	62,190
Capital Outlays	100,000	93,234	6,766
	<u>245,866</u>	<u>176,910</u>	<u>68,956</u>
Total Expenditures			
Excess Revenues Over (Under) Expenditures	(5,226)	30,735	35,961
Other Financing Sources (Uses)			
Transfers Out	(55,600)	(55,600)	-
	<u>(55,600)</u>	<u>(55,600)</u>	<u>-</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balance	(60,826)	(24,865)	35,961
Fund Balance, Beginning of year	237,567	227,237	(10,330)
	<u>237,567</u>	<u>227,237</u>	<u>(10,330)</u>
Fund Balance, End of year	\$ <u>176,741</u>	\$ <u>202,372</u>	\$ <u>25,631</u>

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Downtown Development Fund
 For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Taxes	\$ 45,911	\$ 44,843	\$ (1,068)
Investment Income	500	803	303
	<u>46,411</u>	<u>45,646</u>	<u>(765)</u>
Total Revenues			
Expenditures			
Economic Development	44,697	42,901	1,796
Capital Outlay	1,500	2,047	(547)
	<u>46,197</u>	<u>44,948</u>	<u>1,249</u>
Total Expenditures			
Excess of Revenues Over (Under) Expenditures	214	698	484
Other Financing Sources (Uses)			
Transfers In	7,000	7,000	-
Total Other Financing Sources (Uses)	<u>7,000</u>	<u>7,000</u>	<u>-</u>
Net Change in Fund Balance	7,214	7,698	484
Fund Balance, Beginning of year	<u>78,589</u>	<u>81,516</u>	<u>2,927</u>
Fund Balance, End of year	<u>\$ 85,803</u>	<u>\$ 89,214</u>	<u>\$ 3,411</u>

City of Rifle, Colorado
Budgetary Comparison Schedule
Tourism and Industry Fund
For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 214,651	\$ 214,651	\$ 213,480	\$ (1,171)
Intergovernmental	-	34,000	2,466	(31,534)
Charges for Services	201,920	201,920	104,832	(97,088)
Investment Income	3,500	3,500	6,668	3,168
Other	95,000	95,000	-	(95,000)
Total Revenues	515,071	549,071	327,446	(221,625)
Expenditures				
Economic Development	462,731	474,231	322,179	152,052
Capital Outlay	234,000	256,500	59,704	196,796
Total Expenditures	696,731	730,731	381,883	348,848
Revenues Over (Under) Expenditures	(181,660)	(181,660)	(54,437)	127,223
Other Financing Sources				
Transfers In	10,000	10,000	10,400	400
Total Other Financing Sources	10,000	10,000	10,400	400
Net Change in Fund Balance	(171,660)	(171,660)	(44,037)	127,623
Fund Balance, Beginning of year	792,586	792,586	792,646	60
Fund Balance, End of year	\$ 620,926	\$ 620,926	\$ 748,609	\$ 127,683

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Urban Renewal Authority Fund
 For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Taxes	\$ 81,000	\$ 50,548	\$ (30,452)
Investment Income	<u>1,500</u>	<u>1,271</u>	<u>(229)</u>
Total Revenues	<u>82,500</u>	<u>51,819</u>	<u>(30,681)</u>
Expenditures			
Economic Development	75,000	-	75,000
Capital Outlay	<u>125,000</u>	<u>-</u>	<u>125,000</u>
Total Expenditures	<u>200,000</u>	<u>-</u>	<u>200,000</u>
Net Change in Fund Balance	(117,500)	51,819	169,319
Fund Balance, Beginning of year	<u>175,685</u>	<u>131,996</u>	<u>(43,689)</u>
Fund Balance, End of year	<u><u>\$ 58,185</u></u>	<u><u>\$ 183,815</u></u>	<u><u>\$ 125,630</u></u>

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Perpetual Care Fund
 For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Taxes	\$ -	\$ 6,810	\$ 6,810
Investment Income	<u>3,000</u>	<u>2,223</u>	<u>(777)</u>
Total Revenues	3,000	9,033	6,033
Fund Balance, Beginning of year	<u>249,316</u>	<u>253,538</u>	<u>4,222</u>
Fund Balance, End of year	<u>\$ 252,316</u>	<u>\$ 262,571</u>	<u>\$ 10,255</u>

City of Rifle, Colorado
Budgetary Comparison Schedule
Water Fund
For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Charges for Services	\$ 3,559,608	\$ 3,712,392	\$ 152,784
Sale of Meters	5,000	16,850	11,850
Other - Operating	607,140	494,364	(112,776)
Sales and Use Taxes	1,925,558	1,938,371	12,813
Investment Income	60,000	79,807	19,807
Other - Nonoperating	25,000	14,334	(10,666)
System Improvement Fees	86,145	221,296	135,151
Cash in Lieu of Fees	2,000	7,979	5,979
Intergovernmental	1,000,000	725,089	(274,911)
Total Revenues	<u>7,270,451</u>	<u>7,210,482</u>	<u>(59,969)</u>
Expenditures			
Personal Services	848,093	804,764	43,329
Supplies	122,000	71,055	50,945
Purchased Services	1,015,600	795,156	220,444
Other Expenses	18,606	7,716	10,890
Management Fees	150,965	150,965	-
Fleet Maintenance	37,500	37,500	-
Information Technology Maintenance	64,112	64,112	-
Capital Outlays	1,290,000	286,926	1,003,074
Interest Expense	451,669	443,913	7,756
Debt Principal Payments	1,272,050	1,264,799	7,251
Total Expenditures	<u>5,270,595</u>	<u>3,926,906</u>	<u>1,343,689</u>
Revenues Over (Under) Expenditures	1,999,856	3,283,576	1,283,720
Transfers			
Transfers Out	<u>(60,000)</u>	<u>-</u>	<u>(60,000)</u>
Change in Net Position - Budgetary Basis	<u>\$ 1,939,856</u>	3,283,576	<u>\$ 1,343,720</u>
Adjustments to GAAP Basis			
Capital Outlay		283,553	
Debt Principal Payments		1,264,799	
Depreciation		<u>(1,557,121)</u>	
Change in Net Position		3,274,807	
Fund Balance, Beginning of year		<u>44,279,741</u>	
Fund Balance, End of year		<u>\$ 47,554,548</u>	

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Wastewater Fund
 For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 3,593,716	\$ 3,593,716	\$ 3,549,661	\$ (44,055)
Intergovernmental	350,000	350,000	25,000	(325,000)
Investment Income	9,000	9,000	28,006	19,006
Other - Nonoperating	-	-	378	378
System Improvement Fees	75,000	75,000	323,591	248,591
Total Revenues	<u>4,027,716</u>	<u>4,027,716</u>	<u>3,926,636</u>	<u>(101,080)</u>
Expenditures				
Personal Services	512,021	512,021	516,111	(4,090)
Supplies	77,500	77,500	101,972	(24,472)
Purchased Services	607,599	663,599	550,521	113,078
Other Expense	29,000	29,000	505	28,495
Management Fees	125,609	125,609	125,609	-
Fleet Maintenance	28,257	28,257	35,507	(7,250)
Information Technology Maintenance	34,673	34,673	34,673	-
Capital Outlays	825,000	825,000	32,485	792,515
Interest Expense	305,140	305,140	295,172	9,968
Debt Principal Payments	913,806	913,806	906,556	7,250
Total Expenditures	<u>3,458,605</u>	<u>3,514,605</u>	<u>2,599,111</u>	<u>915,494</u>
Revenues Over (Under) Expenditures	569,111	513,111	1,327,525	814,414
Change in Net Position - Budgetary Basis	<u>\$ 569,111</u>	<u>\$ 513,111</u>	1,327,525	<u>\$ 814,414</u>
Adjustments to GAAP Basis				
Capital Outlay			32,485	
Debt Principal Payments			906,556	
Depreciation			<u>(1,064,640)</u>	
Change in Net Position			1,201,926	
Fund Balance, Beginning of year			<u>19,803,502</u>	
Fund Balance, End of year			<u>\$ 21,005,428</u>	

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Sanitation Fund
 For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 660,499	\$ 660,499	\$ 674,504	\$ 14,005
Other - Operating	50	50	-	(50)
Investment Income	4,800	4,800	1,386	(3,414)
Total Revenues	<u>665,349</u>	<u>665,349</u>	<u>675,890</u>	<u>10,541</u>
Expenditures				
Personal Services	13,911	13,911	14,726	(815)
Purchased Services	611,300	667,300	649,335	17,965
Other Expenses	501	501	-	-
Management Fees	25,863	25,863	25,863	-
Information Technology Maintenance	981	981	981	-
Total Expenditures	<u>652,556</u>	<u>708,556</u>	<u>690,905</u>	<u>17,150</u>
Revenues Over (Under) Expenditures	12,793	(43,207)	(15,015)	(6,609)
Transfers				
Transfers Out	<u>(2,000)</u>	<u>(2,000)</u>	<u>(2,000)</u>	<u>-</u>
Change in Net Position - Budgetary Basis	<u>\$ 10,793</u>	<u>\$ (45,207)</u>	(17,015)	<u>\$ (6,609)</u>
Change in Net Position			(17,015)	
Fund Balance, Beginning of year			<u>178,312</u>	
Fund Balance, End of year			<u>\$ 161,297</u>	

State Compliance Section

The public report burden for this information collection is estimated to average 380 hours annually.

LOCAL HIGHWAY FINANCE REPORT		City or County: CITY OF RIFLE			
		YEAR ENDING : December 2020			
		This Information From The Records Of: City of Rifle			
Prepared By: Michelle Duran, finance Director Phone: 970.665.6449					
I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE					
ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration	
1. Total receipts available					
2. Minus amount used for collection expenses					
3. Minus amount used for nonhighway purposes					
4. Minus amount used for mass transit					
5. Remainder used for highway purposes					
II. RECEIPTS FOR ROAD AND STREET PURPOSES		III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES			
ITEM	AMOUNT	ITEM	AMOUNT		
A. Receipts from local sources:		A. Local highway disbursements:			
1. Local highway-user taxes		1. Capital outlay (from page 2)	639,634		
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,388,384		
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:			
c. Total (a.+b.)		a. Traffic control operations	177,038		
2. General fund appropriations	0	b. Snow and ice removal	141,252		
3. Other local imposts (from page 2)	1,704,582	c. Other	27,913		
4. Miscellaneous local receipts (from page 2)	197,522	d. Total (a. through c.)	346,203		
5. Transfers from toll facilities	0	4. General administration & miscellaneous	215,833		
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,215,305		
a. Bonds - Original Issues	0	6. Total (1 through 5)	3,805,359		
b. Bonds - Refunding Issues	0	B. Debt service on local obligations:			
c. Notes	0	1. Bonds:			
d. Total (a. + b. + c.)	0	a. Interest	0		
7. Total (1 through 6)	1,902,104	b. Redemption	0		
B. Private Contributions	0	c. Total (a. + b.)	0		
C. Receipts from State government (from page 2)	316,367	2. Notes:			
D. Receipts from Federal Government (from page 2)	0	a. Interest	0		
E. Total receipts (A.7 + B + C + D)	2,218,471	b. Redemption	0		
		c. Total (a. + b.)	0		
		3. Total (1.c + 2.c)	0		
		C. Payments to State for highways	0		
		D. Payments to toll facilities	0		
		E. Total disbursements (A.6 + B.3 + C + D)	3,805,359		
IV. LOCAL HIGHWAY DEBT STATUS (Show all entries at par)					
	Opening Debt	Amount Issued	Redemptions	Closing Debt	
A. Bonds (Total)	-	-	-	-	
1. Bonds (Refunding Portion)	-	-	-	-	
B. Notes (Total)	0	0	0	0	
V. LOCAL ROAD AND STREET FUND BALANCE					
	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	1,978,157	2,218,471	3,805,359	391,269	-
Notes and Comments:					

FORM FHWA-536 (Rev. 1-05)

PREVIOUS EDITIONS OBSOLETE

(Next Page)

LOCAL HIGHWAY FINANCE REPORT		STATE:	
		Colorado	
		YEAR ENDING (mm/yy): December 2020	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	0	a. Interest on investments	76,888
b. Other local imposts:		b. Traffic Fines & Penalties	91,087
1. Sales Taxes	1,292,247	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	100,772	d. Parking Meter Fees	0
3. Liens	0	e. Sale of Surplus Property	0
4. Licenses	0	f. Charges for Services	0
5. Specific Ownership &/or Other	311,563	g. Other Misc. Receipts	29,547
6. Total (1. through 5.)	1,704,582	h. Other- Garfield FMLD Grants	0
c. Total (a. + b.)	1,704,582	i. Total (a. through h.)	197,522
(Carry forward to page 1)		(Carry forward to page 1)	
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	275,932	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	0
b. Project Match		c. HUD	0
c. Motor Vehicle Registrations	40,435	d. Federal Transit Admin	0
d. DOLA Grants	0	e. U.S. Corps of Engineers	0
e.	0	f. Other Federal	0
f. Cdot	0	g. Total (a. through g.)	0
g. Total (a. through f.)	40,435	3. Total (1. + 2.g)	
4. Total (1. + 2. + 3.f)	316,367	(Carry forward to page 1)	
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs		0	0
b. Engineering Costs		41,317	41,317
c. Construction:			
(1). New Facilities		0	0
(2). Capacity Improvements		0	0
(3). System Preservation		387,527	387,527
(4). System Enhancement & Operation		210,789	210,789
(5). Total Construction (1) + (2) + (3) + (4)	0	598,317	598,317
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	639,634	639,634
			(Carry forward to page 1)
Notes and Comments:			



Agenda Item #3.a.

Agenda Item Name:

Instructions to Participate / Citizen Comments - for items not listed as public hearings on the agenda

Presenter:

Misty Williams, Administrative Assistant

Item Description:

Citizen Comments - for items not listed as public hearings on the agenda.

Please limit comments to 3 minutes. Please see instructions below.

Electronic Meeting Participation:

Please click the link below to join the webinar:

[Click here to join electronic meeting](http://www.rifleco.org/ElectronicMeetings) or (www.rifleco.org/ElectronicMeetings)

Password: 929942

Participate by phone:

Dial: 1 301 715 8592 or 1 312 626 6799 / Webinar ID: 416 406 740

If you are participating electronically and would like to make a citizen comment during the City Council Meeting, please raise your hand on Zoom we will call on you during that portion of the meeting. During the meeting, you will be asked to state your name and if you live in the city limits of Rifle.

Recommended Action:

Fiscal Impact:

None

Operational Impact:

None

Prior Board Motions:

None

Background Information:

None

Executive Summary:

Notification Requirements:

None

Prepared By:

Misty Williams, Administrative Assistant

Attachments:

None



Agenda Item #4.a.

Agenda Item Name:

Consider Minutes of the May 5, 2021, Regular Meeting

Presenter:

Misty Williams, Administrative Assistant

Item Description:

Minutes of the May 5, 2021, Regular Meeting

Recommended Action:

Approve the minutes of the May 5, 2021, City Council Regular Meeting

Fiscal Impact:

None

Operational Impact:

None

Prior Board Motions:

None

Background Information:

None

Executive Summary:

Minutes of the May 5, 2021, Regular Meeting

Notification Requirements:

None

Prepared By:

Misty Williams, Administrative Assistant

Attachments:

1. May 5, 2021 Minutes



RIFLE CITY COUNCIL

REGULAR MEETING

May 5, 2021

7:00 p.m.

202 Railroad Avenue, Rifle, CO

CALL TO ORDER & ROLL CALL

A regular meeting of the Rifle City Council was called to order at 7:00 p.m. by Mayor Barb Clifton.

Present at Roll Call:

Mayor Barb Clifton, Councilor Theresa Hamilton, Councilor Joe Carpenter, Councilor Brian Condie, Councilor Ed Green, Councilor Clint Hostettler, and Councilor Sean Strode.

Others Present:

City Manager Scott Hahn, City Clerk Kristy Doll, City Attorney Jim Neu, Chief of Police Tommy Klein, Senior Center Director Tammy Sours, Community TV Salvador Tovar-Guzman, Helen Rogers, Cheryll Anderson, Nakita Spaulding, Ray Ekru, Kenda Spaulding, Leif Sackett, Alan Lambert, Gabe Cohen

PUBLIC COMMENT

Citizen comments were heard from Colorado River Fire Rescue Chief Leif Sackett and Colorado River Fire Protection District Board President Alan Lambert regarding the Colorado River Fire Rescue funding and Gabriel Cohen, representing Discovery Café at the Colorado Mountain College.

CONSENT AGENDA – CONSIDER APPROVING THE FOLLOWING ITEMS:

- A. Consider Liquor License Renewal for Ruedi Creek Enterprises, Inc. dba Sammy's
- B. Consider Modification of Premises for Ruedi Creek Enterprises, Inc. dba Sammy's
- C. Consider Proclamation Recognizing Municipal Clerks Week

Councilor Sean Strode moved to approve Consent Agenda Items A, B, and C; seconded by Councilor Theresa Hamilton.

Roll Call: Yes - Barbara Clifton, Theresa Hamilton, Joe Carpenter, Brian Condie, Ed Green, Clint Hostettler, Sean Strode; No - None

PRESENTATION

Present Proclamation Recognizing Municipal Clerks Week

Mayor Barb Clifton read a proclamation recognizing May 2nd to May 8th, 2021, as Municipal Clerks Week.

Receive an Update on Downtown Project

City Engineer Craig Spaulding gave an update on the Downtown Project.

REGULAR AGENDA

Consider Appointing Adam Whitt and Cheryll Anderson to the Downtown Development Authority (DDA) Board

DDA Representative Helen Rogers explained that Adam Whitt and Cheryll Anderson have expressed interest in filling two of the vacant seats on the Downtown Development Authority Board. Currently there are 3 vacant seats on the board.

Councilor Clint Hostettler moved to approve the appointment of Adam Whitt and Cheryll Anderson; seconded by Councilor Theresa Hamilton.

Roll Call: Yes - Barbara Clifton, Theresa Hamilton, Joe Carpenter, Brian Condie, Ed Green, Clint Hostettler, Sean Strode; No - None

Consider Garfield County Request for Proposal for Senior Meal Services

Senior Center Director Tami Sours explained the Garfield County's request for proposal (RFP) for Senior Meal Services. This is the first year that they have requested proposals for preparing the senior meals. Council approved submitting a request for proposal (RFP) to Garfield County for Senior Meal Services based on unit cost and indicating a not-to-exceed amount for the meals.

Consider Paradise Island Purchase

City Attorney Jim Neu presented the Paradise Island purchased with updated terms. The purchase price remains the same, but the closing date terms have been changed from the end of the year (2021) to the end of August, 2021. With the closing date terms changed, a decision must be made whether or not to buy Paradise Island without any anticipation for Great Outdoors Colorado Grant. Comments were heard from all City Council members.

Councilor Theresa Hamilton moved to approve the purchase Paradise Island for \$400,000 subject to appraisal contingency on or before August 31, 2021; seconded by Councilor Sean Strode.

Roll Call: Yes - Barbara Clifton, Theresa Hamilton, Joe Carpenter, Clint Hostettler, Sean Strode;
No - Ed Green, Brian Condie

Administrative Reports

Administrative reports were heard from City Manager Scott Hahn, Parks and Recreation Director Tom Whitmore, and City Clerk Kristy Doll.

Comments from Mayor and Council

Comments were heard from Clint Hostettler, Joe Carpenter, Brian Condie, Theresa Hamilton, Ed Green, Sean Strode, and Mayor Barb Clifton.

EXECUTIVE SESSION

Executive Session for a conference with the City Attorney for the purpose of receiving legal advice on specific legal questions under C.R.S. Section 24-6-402(4)(b); for discussion of a personnel matter under C.R.S. Section 24-6-402(2)(f) and not involving: any specific employees who have requested discussion of the matter in open session; any member of this body or any elected official; the appointment of any person to fill an office of this body or of an elected official; or personnel policies that do not require the discussion of matters personal to particularemployees (City Manager Review).

Councilor Theresa Hamilton moved to enter into executive session for the purpose of receiving legal advice on specific legal questions under C.R.S. Section 24-6-402(4)(b); for discussion of a personnel matter under C.R.S. Section 24-6-402(2)(f); seconded by Councilor Sean Strode.

Roll Call: Yes -Barbara Clifton, Theresa Hamilton, Joe Carpenter, Brian Condie, Ed Green, Clint Hostettler, Sean Strode; No –None

Adjournment

Upon returning to the Regular Meeting following the conclusion of the Executive Session, the meeting adjourned at 9:42 p.m.

Misty Williams
Interim City Clerk

Barbara Clifton
Mayor



Agenda Item #4.b.

Agenda Item Name:

Consider Minutes of the May 19, 2021, Regular Meeting

Presenter:

Misty Williams, Administrative Assistant

Item Description:

Minutes of the May 19, 2021, Regular Meeting

Recommended Action:

Approve the minutes of the May 19, 2021, City Council Regular Meeting

Fiscal Impact:

None

Operational Impact:

None

Prior Board Motions:

None

Background Information:

None

Executive Summary:

Minutes of the May 19, 2021, Regular Meeting

Notification Requirements:

None

Prepared By:

Misty Williams, Administrative Assistant

Attachments:

1. May 19, 2021 Minutes



RIFLE CITY COUNCIL

REGULAR MEETING

May 19, 2021

7:00 p.m.

202 Railroad Avenue, Rifle, CO

CALL TO ORDER & ROLL CALL

A regular meeting of the Rifle City Council was called to order at 7:00 p.m. by Mayor Barb Clifton.

Present at Roll Call:

Mayor Barb Clifton, Councilor Theresa Hamilton, Councilor Brian Condie, Councilor Ed Green, Councilor Clint Hostettler, and Councilor Sean Strode.

Councilor Theresa Hamilton motioned to excuse Councilor Joe Carpenter, seconded by Councilor Clint Hostettler.

Roll Call: Yes - Barbara Clifton, Theresa Hamilton, Brian Condie, Ed Green, Clint Hostettler, Sean Strode; No - None

Others Present:

Rifle City Manager Scott Hahn, Interim City Clerk Misty Williams, City Attorney Jim Neu, Rifle Community Television (RCTV) Michael Churchill, Chief of Police Tommy Klein, Civil Engineer Craig Spaulding, Parks and Recreation Director Tom Whitmore, Senior Center Director Tami Sours, Main Street Manager Kim Burner, Gilbert Frontella, family and friends of Officer Haley Walker.

PUBLIC COMMENT

Citizen comments were heard from Gil Frontella regarding the downtown business subsidies.

CONSENT AGENDA – CONSIDER APPROVING THE FOLLOWING ITEMS:

- A. Consider Minutes of the March 17, 2021, Regular Meeting
- B. Consider Liquor License Renewal for Western Slope Chicken, LLC dba Wingchesters
- C. Consider Liquor License Renewal for GMT Investments, LLC dba Black Bear Liquors
- D. Resolution to formally accept the City of Rifle, Water and Wastewater Utility Rate Study prepared by Raftelis Consultants dated May 5, 2021

Councilor Theresa Hamilton moved to approve Consent Agenda Items A, B, C and D; seconded by Councilor Sean Strode.

Roll Call: Yes - Barbara Clifton, Theresa Hamilton, Brian Condie, Ed Green, Clint Hostettler, Sean Strode; No - None

PRESENTATION

Swearing-In of New Police Officer Haley Walker

Interim City Clerk Misty Williams administered Oath of Office to new police officer Haley Walker.

Receive Update on the Traveler Program

Senior Center Director Tami Sours presented an update on the Traveler Program. Features of the PATS (Parachute Area Transit System) program and the RSVP (Retired Senior Volunteer Program) have been considered, as well as restructuring the options of the Traveler program that we are currently paying for. Council directed City Manager Scott Hahn to connect with Ross Peterson, the consultant who was originally involved with the RFTA Traveler Study, to get a better understanding of the City's options, costs and operational effects.

Receive Financial Report on First Quarter 2021

Finance Director Michelle Duran presented the financial report for First Quarter of 2021. She explained the revenue and expenditures for the first 3 months of 2021, and gave a sales tax comparison between this time last year to current, as well as projections for 2021 Second Quarter.

Receive an Update on the Downtown Project

City Engineer Craig Spaulding gave an update on the Downtown Project.

REGULAR AGENDA

Consider Action on West Garfield County Veterans Memorial

Parks and Recreation Director Tom Whitmore explained that during the planning for the 2021 Budget, Council had directed staff to research the actions needed to complete the Veterans Memorial. Council had approved \$15,000 for the 2021 budget to look into a playground at the property at 2025 Birch Avenue, and to look into completion of the Veterans Memorial. \$6,000.00 has been committed to updating the master plan, meetings, and surveying of the Memorial. There is \$9,000 remaining in the 2021 budget that could be used for preliminary estimates for the Veterans Memorial. Parks and Recreation Director Whitmore presented a report covering the background of the Veterans Memorial, the maintenance items involved, and the initial cost for Construction documents to finalize landscaping and civil engineering improvements to necessary to complete the Memorial. Staff requests direction from Council on the action they would like to take regarding the West Garfield County Veterans Memorial.

Councilor Theresa Hamilton moved to direct staff to pursue preliminary estimates for design and construction of the Veterans Memorial using the remainder of the 2021 Budget allotments; seconded by Councilor Brian Condie.

Roll Call: Yes - Barbara Clifton, Theresa Hamilton, Brian Condie, Clint Hostettler, Sean Strode;
No - Ed Green

Discussion of Additional Downtown Business Subsidy

City Manager Scott Hahn explained the Downtown Business Subsidy program. The program would assist Downtown Businesses affected by the COVID pandemic, as well as the downtown construction project limited access to their businesses. Main Street Manager Kim Burner clarified how the subsidy would be distributed, and the criteria necessary for a business to qualify to receive a portion of the subsidy.

Council directed staff to put together a plan for the Downtown Business Subsidy, including qualifications and grant amounts suggested, and present it at the next upcoming City Council meeting.

Added Discussion Regarding Strategic Planning

Rifle City Council Meeting May 19, 2021

Time was provided for Council to discuss items not on the agenda, specifically Strategic Planning.

Council directed staff to collect Requests for Proposal (RFP) for a Strategic Planner to present at an upcoming Council meeting.

Administrative Reports

Reports were heard from City Manager Scott Hahn, City Attorney Jim Neu and Chief Tommy Klein.

Comments from Mayor and Council

Comments were heard from Mayor Barb Clifton and Councilors Clint Hostettler, Brian Condie, Sean Strode, Ed Green and Theresa Hamilton.

Adjournment

Meeting adjourned at 9:40 p.m.

Misty Williams
Interim City Clerk

Barbara Clifton
Mayor



Agenda Item #4.c.

Agenda Item Name:

Consider Minutes of the June 2, 2021, Regular Meeting

Presenter:

Misty Williams, Administrative Assistant

Item Description:

Minutes of the June 2, 2021, Regular Meeting

Recommended Action:

Approve the minutes of the June 2, 2021, City Council Regular Meeting

Fiscal Impact:

None

Operational Impact:

None

Prior Board Motions:

None

Background Information:

None

Executive Summary:

Minutes of the June 2, 2021, Regular Meeting

Notification Requirements:

None

Prepared By:

Misty Williams, Administrative Assistant

Attachments:

1. June 2, 2021 Minutes



RIFLE CITY COUNCIL

REGULAR MEETING

June 2, 2021

7:00 p.m.

202 Railroad Avenue, Rifle, CO

CALL TO ORDER & ROLL CALL

A regular meeting of the Rifle City Council was called to order at 7:00 p.m. by Mayor Pro Tem Theresa Hamilton.

Present at Roll Call:

Mayor Pro Tem Theresa Hamilton, Councilor Joe Carpenter, Councilor Brian Condie, Councilor Ed Green, Councilor Clint Hostettler, and Councilor Sean Strode.

Councilor Sean Strode motioned to excuse Mayor Barb Clifton, seconded by Councilor Joe Carpenter.

Roll Call: Yes - Theresa Hamilton, Joe Carpenter, Brian Condie, Ed Green, Clint Hostettler, Sean Strode; No - None

Others Present:

Rifle City Manager Scott Hahn, Interim City Clerk Misty Williams, City Attorney Jim Neu, Rifle Community Television (RCTV) Salvador Tovar-Guzman, Lieutenant Mike Kuper, Civil Engineer Craig Spaulding, Parks and Recreation Director Tom Whitmore, Court Administrator and Public Information Officer Kathy Pototsky, Main Street Manager Kim Burner, Phil Vaughan, and Kirk Knowels.

PUBLIC COMMENT

No citizen comments were heard.

CONSENT AGENDA – CONSIDER APPROVING THE FOLLOWING ITEMS:

- A. Consider Minutes of the April 7, 2021, Regular Meeting
- B. Consider Minutes of the April 21, 2021, Regular Meeting

Councilor Sean Strode moved to approve Consent Agenda Items A and B; seconded by Councilor Ed Green.

Roll Call: Yes - Theresa Hamilton, Joe Carpenter, Brian Condie, Ed Green, Clint Hostettler, Sean Strode; No - None

PRESENTATION

Receive an Update on Downtown Project

Civil Engineer Craig Spaulding and Kirk Knowles gave Council an update on the Downtown Project.

REGULAR AGENDA

Consider Approval of Construction Manager--General Contractor Firm for Rifle City Hall Physical and Electronic Security Improvements--Phase 2 Project

Parks and Recreation Director Tom Whitmore and Phil Vaughan of Phil Vaughan Construction Management explained the approval process for the Construction Manager - General Contractor firm for the Rifle City Hall Physical and Electronic Security Improvements - Phase 2 Project. The process involved a Request for Proposal, a walk-through of the project for contractors to view the location, a

review of the proposals, and a final selection of the Construction Manager – General Contractor. Phil Vaughan of Phil Vaughan Construction Management, Inc. provided information regarding the construction items that the Phase 2 Project would include, as well as information on the subcontractor bidding process. Staff recommends approval of FCI Constructors, Inc. as the Construction Manager - General Contractor, and authorization to enter into an agreement for preconstruction services with FCI Constructors, Inc. in the amount of \$5,250.

Councilor Clint Hostettler moved to approve FCI Constructors, Inc. as the Construction Manager-General Contractor for the Rifle City Hall Physical and Electronic Security Improvements-Phase 2 Project and authorize staff to enter into an agreement for preconstruction services with FCI Constructors, Inc. in the amount of \$5,250; seconded by Councilor Sean Strode.

Roll Call: Yes - Theresa Hamilton, Joe Carpenter, Brian Condie, Ed Green, Clint Hostettler, Sean Strode; No - None

Consider Amending Appendix A of Chapter 7, Article VI of the Rifle Municipal Code Regarding the Fees for License, Impound, Adoption and Other Services - Ordinance No. 6, Series of 2021 - 1st Reading

Court Administrator Kathy Pototsky explained the amendments necessary to Appendix A of Chapter 7, Article VI of the Rifle Municipal Code Regarding the Fees for License, Impound, Adoption and Other Services, in order to align them with the fee structure of the Rifle Animal Shelter. Staff recommends approval of Ordinance No. 6, Series of 2021 on first reading.

Councilor Sean Strode moved to approve Ordinance No. 6, Series of 2021 on first reading as presented, and order it to be published by title as required by charter; seconded by Councilor Brian Condie.

Roll Call: Yes - Theresa Hamilton, Joe Carpenter, Brian Condie, Ed Green, Clint Hostettler, Sean Strode; No - None

Consider Downtown Revitalization Business Relief Program

City Manager Scott Hahn explained the Downtown Revitalization Business Relief Program. Assistance would be provided by a grant program, monies coming from the City of Rifle general fund, and distributed to applicants through the Rifle Regional Economic Development Corporation (RREDC). An allotted \$2,000 per approved business, plus administrative costs for the distribution of the grants has been suggested. Staff recommends the approval of the Downtown Revitalization Business Relief Program.

Councilor Sean Strode moved to approve Downtown Revitalization Business Relief Program as presented at this Council meeting June 2, 2021, for up to \$75,000; seconded by Councilor Brian Condie.

Roll Call: Yes - Theresa Hamilton, Joe Carpenter, Brian Condie, Ed Green, Clint Hostettler, Sean Strode; No - None

Administrative Reports

Reports were heard from Interim City Clerk Misty Williams and City Manager Scott Hahn.

Comments from Mayor and Council

Comments were heard from Councilor Green, Councilor Strode, Councilor Carpenter, Councilor Hostettler, Mayor Pro Tem Hamilton.

Adjournment

Meeting adjourned at 7:50 p.m.

Misty Williams
Interim City Clerk

Theresa Hamilton
Mayor Pro Tem



Agenda Item #4.d.

Agenda Item Name:

Consider Liquor License Renewal for RCG Rifle, LLC dba Rib City Grill

Presenter:

Misty Williams, Administrative Assistant

Item Description:

Hotel & Restaurant Liquor License Renewal for RCG Rifle, LLC dba Rib City Grill

Recommended Action:

I move to approve the Liquor License Renewal application for RCG Rifle, LLC dba Rib City Grill

Fiscal Impact:

None

Operational Impact:

None

Prior Board Motions:

None

Background Information:

RCG Rifle, LLC dba Rib City Grill located at 707 Wapiti Avenue, Rifle, CO has submitted a Hotel & Restaurant Liquor License Renewal Application.

The application is complete and the appropriate fees have been paid.

Executive Summary:

None

Notification Requirements:

None

Prepared By:

Misty Williams, Administrative Assistant

Attachments:

1. 2021 Rib City Renewal_Redacted

RIB CITY GRILL
720 GLENWOOD AVENUE
Grand Junction CO 81501

Fees Due	
Renewal Fee	Waived due to 20B-001
Storage Permit \$100 X _____	\$
Sidewalk Service Area \$75.00	\$
Additional Optional Premise Hotel & Restaurant \$100 X _____	Waived due to 20B-001
Related Facility - Campus Liquor Complex \$160.00 per facility	Waived due to 20B-001
Amount Due/Paid	\$

Make check payable to: Colorado Department of Revenue. The State may convert your check to a one-time electronic banking transaction. Your bank account may be debited as early as the same day received by the State. If converted, your check will not be returned. If your check is rejected due to insufficient or uncollected funds, the Department may collect the payment amount directly from your banking account electronically.

Retail Liquor or Fermented Malt Beverage License Renewal Application

Please verify & update all information below

Return to city or county licensing authority by due date

Licensee Name RCG RIFLE LLC		Doing Business As Name (DBA) RIB CITY GRILL	
Liquor License # 42-47481-0000	License Type Hotel & Restaurant (city)	Sales Tax License # 42474810000	Expiration Date 07/26/2021
Business Address 707 WAPITI AVENUE Rifle CO 81650-3432		County Garfield	Phone Number 9706253333
Mailing Address P.O. BOX 909 GRAND JUNCTION, CO 81502 720 GLENWOOD AVENUE Grand Junction CO 81501		Email accounting@rcgwest.com	
Operating Manager SHAWNA GARCIA	Date of Birth	Home Address	Phone Number

- Do you have legal possession of the premises at the street address above? **Yes** No
 Are the premises owned or rented? Owned **Rented*** *If rented, expiration date of lease **3-1-2024**
- Are you renewing a storage permit, additional optional premises, sidewalk service area, or related facility? If yes, please see the table in upper right hand corner and include all fees due. Yes **No**
- 3a. Since the date of filing of the last application, has the applicant, including its manager, partners, officer, directors, stockholders, members (LLC), managing members (LLC), or any other person with a 10% or greater financial interest in the applicant, been found in final order of a tax agency to be delinquent in the payment of any state or local taxes, penalties, or interest related to a business? Yes **No**
- 3b. Since the date of filing of the last application, has the applicant, including its manager, partners, officer, directors, stockholders, members (LLC), managing members (LLC), or any other person with a 10% or greater financial interest in the applicant failed to pay any fees or surcharges imposed pursuant to section 44-3-503, C.R.S.? Yes **No**
4. Since the date of filing of the last application, has there been any change in financial interest (new notes, loans, owners, etc.) or organizational structure (addition or deletion of officers, directors, managing members or general partners)? If yes, explain in detail and attach a listing of all liquor businesses in which these new lenders, owners (other than licensed financial institutions), officers, directors, managing members, or general partners are materially interested. Yes **No**
5. Since the date of filing of the last application, has the applicant or any of its agents, owners, managers, partners or lenders (other than licensed financial institutions) been convicted of a crime? If yes, attach a detailed explanation. Yes **No**
6. Since the date of filing of the last application, has the applicant or any of its agents, owners, managers, partners or lenders (other than licensed financial institutions) been denied an alcohol beverage license, had an alcohol beverage license suspended or revoked, or had interest in any entity that had an alcohol beverage license denied, suspended or revoked? If yes, attach a detailed explanation. Yes **No**
7. Does the applicant or any of its agents, owners, managers, partners or lenders (other than licensed financial institutions) have a direct or indirect interest in any other Colorado liquor license, including loans to or from any licensee or interest in a loan to any licensee? If yes, attach a detailed explanation. **Yes** No

Affirmation & Consent

I declare under penalty of perjury in the second degree that this application and all attachments are true, correct and complete to the best of my knowledge.

Type or Print Name of Applicant/Authorized Agent of Business MICHAEL SPRADLIN	Title owner
Signature 	Date 6-01-2021

Report & Approval of City or County Licensing Authority

The foregoing application has been examined and the premises, business conducted and character of the applicant are satisfactory, and we do hereby report that such license, if granted, will comply with the provisions of Title 44, Articles 4 and 3, C.R.S., and Liquor Rules.

Therefore this application is approved.

Local Licensing Authority For		Date
Signature	Title	Attest

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Tax Check Authorization, Waiver, and Request to Release Information

I, MICHAEL SPRADLIN am signing this Tax Check Authorization, Waiver and Request to Release Information (hereinafter "Waiver") on behalf of RIB CITY GRILL (the "Applicant/Licensee") to permit the Colorado Department of Revenue and any other state or local taxing authority to release information and documentation that may otherwise be confidential, as provided below. If I am signing this Waiver for someone other than myself, including on behalf of a business entity, I certify that I have the authority to execute this Waiver on behalf of the Applicant/Licensee.

The Executive Director of the Colorado Department of Revenue is the State Licensing Authority, and oversees the Colorado Liquor Enforcement Division as his or her agents, clerks, and employees. The information and documentation obtained pursuant to this Waiver may be used in connection with the Applicant/Licensee's liquor license application and ongoing licensure by the state and local licensing authorities. The Colorado Liquor Code, section 44-3-101, et seq. ("Liquor Code"), and the Colorado Liquor Rules, 1 CCR 203-2 ("Liquor Rules"), require compliance with certain tax obligations, and set forth the investigative, disciplinary and licensure actions the state and local licensing authorities may take for violations of the Liquor Code and Liquor Rules, including failure to meet tax reporting and payment obligations.

The Waiver is made pursuant to section 39-21-113(4), C.R.S., and any other law, regulation, resolution or ordinance concerning the confidentiality of tax information, or any document, report or return filed in connection with state or local taxes. This Waiver shall be valid until the expiration or revocation of a license, or until both the state and local licensing authorities take final action to approve or deny any application(s) for the renewal of the license, whichever is later. Applicant/Licensee agrees to execute a new waiver for each subsequent licensing period in connection with the renewal of any license, if requested.

By signing below, Applicant/Licensee requests that the Colorado Department of Revenue and any other state or local taxing authority or agency in the possession of tax documents or information, release information and documentation to the Colorado Liquor Enforcement Division, and is duly authorized employees, to act as the Applicant's/Licensee's duly authorized representative under section 39-21-113(4), C.R.S., solely to allow the state and local licensing authorities, and their duly authorized employees, to investigate compliance with the Liquor Code and Liquor Rules. Applicant/Licensee authorizes the state and local licensing authorities, their duly authorized employees, and their legal representatives, to use the information and documentation obtained using this Waiver in any administrative or judicial action regarding the application or license.

Name (Individual/Business) <u>RCG RIFLE LLC</u>		Social Security Number/Tax Identification Number	
Address <u>707 WAPITI AVE, STE 103</u>			
City <u>RIFLE</u>		State <u>CO</u>	Zip <u>81650</u>
Home Phone Number <u>970.255.7330</u>		Business/Work Phone Number	
Printed name of person signing on behalf of the Applicant/Licensee <u>MICHAEL SPRADLIN</u>			
Applicant/Licensee's Signature (Signature authorizing the disclosure of confidential tax information) 			Date signed <u>6.01.2021</u>

Privacy Act Statement

Providing your Social Security Number is voluntary and no right, benefit or privilege provided by law will be denied as a result of refusal to disclose it. § 7 of Privacy Act, 5 USCS § 552a (note).



Agenda Item #4.e.

Agenda Item Name:

Consider Liquor License Renewal for Tedrex, Inc. dba Choice Liquors

Presenter:

Misty Williams, Administrative Assistant

Item Description:

Liquor Store License Renewal for Tedrex, Inc. dba Choice Liquors

Recommended Action:

I move to approve the Liquor Store License Renewal application for Tedrex, Inc. dba Choice Liquors

Fiscal Impact:

None

Operational Impact:

None

Prior Board Motions:

None

Background Information:

Tedrex, Inc. dba Choice Liquors located at 680 Wapiti Court, Rifle, CO has submitted a Liquor Store Liquor License Renewal Application.

The application is complete and the appropriate fees have been paid.

Executive Summary:

None

Notification Requirements:

None

Prepared By:

Misty Williams, Administrative Assistant

Attachments:

1. 2021 Choice Liquors Renewal_Redacted

CHOICE LIQUORS
680 WAPITI CT
Rifle CO 81650

Fees Due		
Renewal Fee		227.50
Storage Permit	\$100 X _____	\$
Sidewalk Service Area	\$75.00	\$
Additional Optional Premise Hotel & Restaurant	\$100 X _____	\$
Related Facility - Campus Liquor Complex	\$160.00 per facility	\$
Amount Due/Paid		\$

Make check payable to: Colorado Department of Revenue. The State may convert your check to a one-time electronic banking transaction. Your bank account may be debited as early as the same day received by the State. If converted, your check will not be returned. If your check is rejected due to insufficient or uncollected funds, the Department may collect the payment amount directly from your banking account electronically.

Retail Liquor or Fermented Malt Beverage License Renewal Application

Please verify & update all information below

Return to city or county licensing authority by due date

Licensee Name TEDREX INC		Doing Business As Name (DBA) CHOICE LIQUORS		
Liquor License # 07-71438-0000	License Type Liquor Store (city)	Sales Tax License # 07714380000	Expiration Date 07/20/2021	Due Date 06/05/2021
Business Address 680 WAPITI CT Rifle CO 81650			Phone Number 9709483420	
Mailing Address 680 WAPITI CT Rifle CO 81650			Email	
Operating Manager Julie Wernsman	Date of Birth	Home Address	Phone Number	
1. Do you have legal possession of the premises at the street address above? ☒ Yes ☐ No Are the premises owned or rented? Owned ☐ Rented* ☒ *If rented, expiration date of lease April 2022				
2. Are you renewing a storage permit, additional optional premises, sidewalk service area, or related facility? If yes, please see the table in upper right hand corner and include all fees due. Yes ☐ No ☒				
3a. Since the date of filing of the last application, has the applicant, including its manager, partners, officer, directors, stockholders, members (LLC), managing members (LLC), or any other person with a 10% or greater financial interest in the applicant, been found in final order of a tax agency to be delinquent in the payment of any state or local taxes, penalties, or interest related to a business? Yes ☐ No ☒				
3b. Since the date of filing of the last application, has the applicant, including its manager, partners, officer, directors, stockholders, members (LLC), managing members (LLC), or any other person with a 10% or greater financial interest in the applicant failed to pay any fees or surcharges imposed pursuant to section 44-3-503, C.R.S.? Yes ☐ No ☒				
4. Since the date of filing of the last application, has there been any change in financial interest (new notes, loans, owners, etc.) or organizational structure (addition or deletion of officers, directors, managing members or general partners)? If yes, explain in detail and attach a listing of all liquor businesses in which these new lenders, owners (other than licensed financial institutions), officers, directors, managing members, or general partners are materially interested. Yes ☐ No ☒				
5. Since the date of filing of the last application, has the applicant or any of its agents, owners, managers, partners or lenders (other than licensed financial institutions) been convicted of a crime? If yes, attach a detailed explanation. Yes ☐ No ☒				
6. Since the date of filing of the last application, has the applicant or any of its agents, owners, managers, partners or lenders (other than licensed financial institutions) been denied an alcohol beverage license, had an alcohol beverage license suspended or revoked, or had interest in any entity that had an alcohol beverage license denied, suspended or revoked? If yes, attach a detailed explanation. Yes ☐ No ☒				
7. Does the applicant or any of its agents, owners, managers, partners or lenders (other than licensed financial institutions) have a direct or indirect interest in any other Colorado liquor license, including loans to or from any licensee or interest in a loan to any licensee? If yes, attach a detailed explanation. Yes ☐ No ☒				

Affirmation & Consent

I declare under penalty of perjury in the second degree that this application and all attachments are true, correct and complete to the best of my knowledge.

Type or Print Name of Applicant/Authorized Agent of Business	Title
Julie Wernsman	Manager
Signature	Date
<i>Julie Wernsman</i>	6-4-21

Report & Approval of City or County Licensing Authority

The foregoing application has been examined and the premises, business conducted and character of the applicant are satisfactory, and we do hereby report that such license, if granted, will comply with the provisions of Title 44, Articles 4 and 3, C.R.S., and Liquor Rules.

Therefore this application is approved.

Local Licensing Authority For	Date
Signature	Title
	Attest

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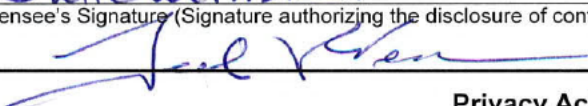
Tax Check Authorization, Waiver, and Request to Release Information

I, Julie Wernsman am signing this Tax Check Authorization, Waiver and Request to Release Information (hereinafter "Waiver") on behalf of Ted Rex dba Choice Liquors (the "Applicant/Licensee") to permit the Colorado Department of Revenue and any other state or local taxing authority to release information and documentation that may otherwise be confidential, as provided below. If I am signing this Waiver for someone other than myself, including on behalf of a business entity, I certify that I have the authority to execute this Waiver on behalf of the Applicant/Licensee.

The Executive Director of the Colorado Department of Revenue is the State Licensing Authority, and oversees the Colorado Liquor Enforcement Division as his or her agents, clerks, and employees. The information and documentation obtained pursuant to this Waiver may be used in connection with the Applicant/Licensee's liquor license application and ongoing licensure by the state and local licensing authorities. The Colorado Liquor Code, section 44-3-101, et seq. ("Liquor Code"), and the Colorado Liquor Rules, 1 CCR 203-2 ("Liquor Rules"), require compliance with certain tax obligations, and set forth the investigative, disciplinary and licensure actions the state and local licensing authorities may take for violations of the Liquor Code and Liquor Rules, including failure to meet tax reporting and payment obligations.

The Waiver is made pursuant to section 39-21-113(4), C.R.S., and any other law, regulation, resolution or ordinance concerning the confidentiality of tax information, or any document, report or return filed in connection with state or local taxes. This Waiver shall be valid until the expiration or revocation of a license, or until both the state and local licensing authorities take final action to approve or deny any application(s) for the renewal of the license, whichever is later. Applicant/Licensee agrees to execute a new waiver for each subsequent licensing period in connection with the renewal of any license, if requested.

By signing below, Applicant/Licensee requests that the Colorado Department of Revenue and any other state or local taxing authority or agency in the possession of tax documents or information, release information and documentation to the Colorado Liquor Enforcement Division, and is duly authorized employees, to act as the Applicant's/Licensee's duly authorized representative under section 39-21-113(4), C.R.S., solely to allow the state and local licensing authorities, and their duly authorized employees, to investigate compliance with the Liquor Code and Liquor Rules. Applicant/Licensee authorizes the state and local licensing authorities, their duly authorized employees, and their legal representatives, to use the information and documentation obtained using this Waiver in any administrative or judicial action regarding the application or license.

Name (Individual/Business) <u>Ted Rex dba Choice Liquors</u>		Social Security Number/Tax Identification Number	
Address <u>680 Wapiti Ct</u>			
City <u>Rifle</u>		State <u>CO</u>	Zip <u>81650</u>
Home Phone Number <u>970 618 1013</u>		Business/Work Phone Number <u>970 625 8480</u>	
Printed name of person signing on behalf of the Applicant/Licensee <u>Julie Wernsman</u>			
Applicant/Licensee's Signature (Signature authorizing the disclosure of confidential tax information) 			Date signed <u>6-4-21</u>

Privacy Act Statement

Providing your Social Security Number is voluntary and no right, benefit or privilege provided by law will be denied as a result of refusal to disclose it. § 7 of Privacy Act, 5 USCS § 552a (note).



Agenda Item #4.f.

Agenda Item Name:

Consider Amending Appendix A of Chapter 7, Article VI of the Rifle Municipal Code Regarding the Fees for License, Impound, Adoption and Other Services - Ordinance No. 6, Series of 2021 - 2nd Reading

Presenter:

Kathy Pototsky, Court Clerk / PIO

Item Description:

Changes in the fee structure of the Rifle Animal Shelter necessitate changes in the Appendix of the Rifle Municipal Code section 7-6-190.

Recommended Action:

Approve Ordinance No. 6, Series of 2021 on 2nd Reading

Fiscal Impact:

Operational Impact:

Prior Board Motions:

Background Information:

Executive Summary:

Notification Requirements:

Prepared By:

Misty Williams, Administrative Assistant

Attachments:

1. Ordinance No. 6-Animal Fees

**CITY OF RIFLE, COLORADO
ORDINANCE NO. 6
SERIES OF 2021**

AN ORDINANCE OF THE CITY OF RIFLE, COLORADO, AMENDING
APPENDIX A TO THE RIFLE MUNICIPAL CODE REGARDING ANIMAL
FEES AND CHARGES.

WHEREAS, Section 7-6-190 of the Rifle Municipal Code (the “Code” or “RMC”) references Appendix A of the Code for the fees for license, impound, adoption and other services rendered under RMC Article VI of Chapter 7; and

WHEREAS, certain fees are no longer relevant and others need enacting to accurately meet the provisions of Article VI of Chapter 7 and the City Council desires to amend Appendix A of the Code accordingly.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF RIFLE, COLORADO, THAT:

Section 1. The foregoing recitals are incorporated herein as if set forth in full.

Section 2. The following fees referenced in Appendix A for RMC Section 7-6-190 are hereby repealed and reenacted to read as follows:

7-6-190	Animal fees and charges	
	City Impound	\$50.00
	Boarding	\$30.00/day
	Abandonment	\$50.00

INTRODUCED, on June 2, 2021, read in full, passed on first reading, and ordered published by title as required by the City Charter.

INTRODUCED a second time at a regular meeting of the Council of the City of Rifle, Colorado, held on June 16, 2021, approved without amendments, and ordered published in full as required by the Charter.

CITY OF RIFLE, COLORADO

By _____
Mayor

ATTEST:

City Clerk



Agenda Item #6.a.

Agenda Item Name:

Promotion of Mike Kuper to Lieutenant

Presenter:

Tommy Klein, Chief of Police

Item Description:

Promotion of Mike Kuper to the rank of lieutenant

Recommended Action:

N/A

Fiscal Impact:

Increase personnel costs and will be covered by vacancies.

Operational Impact:

None

Prior Board Motions:

None

Background Information:

None

Executive Summary:

Mike Kuper has worked with the Rifle Police Department for 20 1/2 years and has served 10 of those years at the rank of sergeant. As a sergeant, he worked in the Patrol Division and he is currently leading the Detective Division.

Mike recently obtained his associate degree in Criminal Justice from Colorado Mountain College.

Notification Requirements:

None

Prepared By:

Tommy Klein, Chief of Police

Attachments:

None



Agenda Item #6.b.

Agenda Item Name:

Receive Update on Negotiations to the RFP for the Price of Senior Meals

Presenter:

Tami Sours, Senior Center Director

Item Description:

The RFP for Senior Meals was submitted to the County. They have contacted us to see if we are willing to negotiate the maximum unit price from \$11.51 down to \$10.25.

In past years we have contracted with the county for meal reimbursement of \$7.00 per meal for New Castle, Silt, and Rifle and \$8.00 per meal for Parachute.

The grant money the county received from the Area Agency on Aging (AAA) priced the meal reimbursement rate at \$10.25 matching their request back to us.

Approving the rate of \$10.25 would more than cover our average meal cost over the past year. There would be some meals that may go over the average cost.

Recommended Action:

Direction requested from Council

Fiscal Impact:

In 2020 our meal cost was a low of \$9.36, high of \$11.51 with an average meal cost of \$10.14. The negotiated price of \$10.25 would cover the average meal cost incurred over the past year.

Looking over the past two years and the first half of 2021, 2020 was by far the most expensive year of meal cost. I am attributing this to the change in meal service and the availability of food items. When we started providing take out meal service we used several single serve items for sack lunches which are more costly than bulk items. Due to guidelines with COVID we were unable to package some items ourselves towards the end of 2020 these guidelines were loosened allowing us to begin using bulk products and packaging into single use containers bringing down our cost per meal.

In 2019 our average meal cost was \$9.02 with a one month high of \$12.05 and a low of \$5.21.

So far in 2021 our average meal cost is \$9.68 with a high of \$11.19 and a low of \$9.07.

Operational Impact:

This would have no operational impact.

Prior Board Motions:

This RFP was brought before Council in May 2021 with the recommendation to submit maximum unit cost of

\$11.51 in the RFP. The county is now asking for price negotiation down to maximum unit cost of \$10.25.

Background Information:

We have contracted with the county for many years to supply senior meals for the lower end of the county. In 2014 our meal reimbursement rate was \$4.25 going up to \$6.25 in 2015. In 2018 the county increased the rate to \$7.00. This is the first year the county has put the senior meal preparation out to a RFP.

Executive Summary:

Preparing senior meals for New Castle, Silt, Rifle and Parachute is a much needed program for many seniors. Rifle has been a partner in this program for many years making sure that the programs continue. Negotiating the cost down from \$11.51 to \$10.25 will cover the average meal cost incurred in 2020 but not the higher cost meals. As stated prior the meal cost in 2020 was higher than previous years and also higher than the first five months of 2021 mostly due to COVID restrictions and quickly learning a new way of providing meals to seniors.

Notification Requirements:

N/A

Prepared By:

Tami Sours, Senior Center Director

Attachments:

None



Agenda Item #6.c.

Agenda Item Name:

Receive an Update on Downtown Project

Presenter:

Tracy Truelove

Item Description:

Receive an update on Downtown Project

Recommended Action:

No Action Required

Fiscal Impact:

None

Operational Impact:

None

Prior Board Motions:

None

Background Information:

The current downtown project has a Public Information Manager, Tracy Truelove. This presentation will be an opportunity to provide updates on the project from the project team.

Executive Summary:

None

Notification Requirements:

None

Prepared By:

Craig Spaulding, Civil Engineer

Attachments:

None



Agenda Item #7.a.

Agenda Item Name:

Consider Accepting 2020 Audit Report and Financial Statements with Jim Hinkle of Hinkle & Co

Presenter:

Michelle Duran, Finance Director

Item Description:

Formally accept the Audit Report and the 2020 Audited Financial Statements as audited by Hinkle & Company.

Recommended Action:

Move to accept the 2020 Audit Report and Financial Statements

Fiscal Impact:

Operational Impact:

Prior Board Motions:

Background Information:

Executive Summary:

Notification Requirements:

Prepared By:

Michelle Duran, Finance Director

Attachments:

1. 2020 City of Rifle Financial Statements-FINAL

City of Rifle, Colorado
Financial Statements
with Independent Auditors' Report
December 31, 2020



City of Rifle, Colorado

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City of Rifle, Colorado

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**HINKLE &
COMPANY**
Strategic ^{PC}
Business Advisors

Independent Auditors' Report

City Council
City of Rifle
Rifle, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rifle as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the basic financial statements of the City of Rifle, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rifle as of December 31, 2020, and the respective changes in financial position and cash flows, where applicable, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Rifle's basic financial statements. The introductory section, combining and individual fund statements and schedules, statistical section, and local highway finance report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and schedules and the local highway finance report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling the information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Hick & Company, PC

Greenwood Village, Colorado
May 28, 2021



City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

As management of the City of Rifle, Colorado, we offer readers of the City of Rifle financial statements, this narrative overview, and analysis of the financial activities of the City for the fiscal year ended December 31, 2020.

Financial Highlights

- The assets of the City of Rifle exceeded its liabilities at the close of 2020 by \$144,161,811 (net position). Of this amount, \$103,549,024 is net investment in capital assets, \$1,955,032 is restricted, and \$38,657,755 is unrestricted and may be used to meet the government's ongoing obligations.
- Total net position, city-wide, increased by \$5,296,546 or 4%.
- General fund unassigned fund balance at December 31, 2020 is \$5,998,155 64% of 2020 total general fund expenditures.
- The business-type activities net position increased \$4,459,718 to \$68,721,273 during the year. The Water Fund increased \$3,274,807; Sewer Fund increased \$1,201,926; and the Sanitation Fund decreased \$17,015.

Overview of Report

This discussion and analysis is intended to serve as an introduction to the City of Rifle's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements – The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector business, on an accrual basis. Note 1 to the statements, starting on p. 12, provides a further description of the related *Statement of Net Position* and *Statement of Activities*, which report City activities in two categories - *governmental activities* and *business-type activities*.

Governmental activities are most of the City's basic services including general administration, police, property inspection, public works, cemetery, parks maintenance and recreation, senior services, downtown development, visitor improvement, and urban renewal. Taxes and intergovernmental revenues principally support these services.

Business-type activities include the City's water, wastewater (sewer) and sanitation (trash) services. Customer service fees are expected to cover all or most of the cost of services provided support these activities.

The government-wide financial statements can be found on pages 3-4 of this report and are described further in Note 1 to the Financial Statements, starting on p. 12.

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

Fund financial statements – A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The City of Rifle, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds can be divided into three categories, **governmental funds**, **proprietary funds**, and **fiduciary funds**. The City of Rifle adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for all funds to demonstrate compliance with the state budget statutes.

- 1) **Governmental funds** – Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the *government-wide financial statements*. However, unlike the *government-wide financial statements*, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balances of spendable resources available at the end of the fiscal year, using the *modified accrual basis*. See Note 1 for more detail.

Because the focus of governmental funds is narrower than that of the *government-wide financial statements*, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. Both the governmental fund *balance sheet* and the governmental fund *statement of revenues, expenditures, and changes in fund balances* provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Rifle maintains nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the major funds which include the General Fund, Street Improvement Fund, Capital Improvement fund, and the Parks and Recreation Fund. Data from the other (non-major) funds are combined into a single, aggregated presentation with the column heading Other Governmental Funds. The non-major funds are Conservation Trust, Visitor Improvement, Downtown Development Authority, Rifle Tourism and Industry, and Urban Renewal Authority.

The basic governmental financial statements for the major funds are found on pages 5-8 of this report. The basic governmental financial statements for the non-major funds are found on pages 34-42.

- 2) **Proprietary funds** – The City of Rifle maintains two different types of proprietary funds; Enterprise and Internal Service funds.

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer, and sanitation operations.

Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City of Rifle uses two internal service funds to account for its fleet maintenance and information technology operations. Because most of these services predominantly benefit the governmental rather than the business-type functions and are included with the governmental activities in the government-wide financial statements.

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for each of the proprietary funds. However, only the water and sewer funds are considered major funds.

The basic proprietary fund financial statements can be found on pages 9-11 of this report. The budget and actual reports are shown on pages 40-42.

- 3) Fiduciary Funds —. Fiduciary funds are used to account for resources held for the benefit of outside parties. The City's only fiduciary fund is the Cemetery Perpetual Care Fund. The fund is not reflected in the government-wide financial statements because the resources of this fund are not available to support City operations.

Notes to the Financial Statements – The notes provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 12-28 of this report.

Other information – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City of Rifle. This information is presented in the State Compliance section on pages 46-48.

Government-wide Financial Results

The City of Rifle's net position may serve over time as a useful indicator of the City's financial position. The City of Rifle's assets exceeded its liabilities (net position) at the close of 2020 by \$144,161,811.

The largest portion of the City's net position (72%) is the investment in capital assets (e.g., land, buildings, infrastructure, and equipment); less any related outstanding debt used to acquire the assets. These capital assets are used to provide services to citizens, and consequently are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, the related resources needed to repay this debt must be provided from other sources because the capital assets themselves cannot be used to liquidate these liabilities.

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

Net Position

The following table shows the City's net position for 2020 as compared to 2019.

STATEMENT OF NET POSITION
December 31, 2020 and 2019

	Governmental Activities		Business Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Current and other assets	\$ 26,182,478	\$ 26,086,043	\$ 16,584,141	\$ 12,411,129	\$ 42,766,619	\$ 38,497,172
Capital assets (net)	55,031,778	50,600,128	83,338,992	85,644,714	138,370,769	136,244,842
Total assets	81,214,256	76,686,171	99,923,133	98,055,843	181,137,388	174,742,014
Other liabilities	610,060	734,472	468,652	789,687	1,078,712	1,524,159
Long-term liabilities	4,486,706	682,032	30,663,311	32,934,706	35,150,017	33,616,738
Total liabilities	5,096,766	1,416,504	31,131,963	33,724,393	36,228,729	35,140,897
Deferred Inflows:						
Unavailable Revenue - Property Taxes	676,952	665,954	69,897	69,897	746,849	735,851
Net position:						
Invested in capital assets net of related debt	50,831,374	49,831,587	52,717,650	52,747,148	103,549,024	102,578,735
Nonspendable						
Cemetery Perpetual Care	262,571	253,538	-	-	262,571	253,538
Restricted For:						
for Emergencies	449,590	408,286	144,639	158,418	594,229	566,704
for Parks and Recreation	158,501	158,501	-	-	158,501	158,501
for Debt Service and O&M Reserves	180,698	-	1,021,604	1,156,509	1,202,302	1,156,509
Assigned for:						
for Channel10	26,374	24,954	-	-	26,374	24,954
for Senior Center Meals and Capital	99,621	106,196	-	-	99,621	106,196
for Police Expenditures	2,472	2,472	-	-	2,472	2,472
Unrestricted	23,429,337	23,818,179	14,837,380	10,199,480	38,266,717	34,017,659
Total Net Position	\$ 75,440,538	\$ 74,603,713	\$ 68,721,273	\$ 64,261,555	\$ 144,161,811	\$ 138,865,268

An additional portion of the City's net position balance (1.6%) represents resources that are subject to external restrictions on how they may be used. The remaining *unrestricted* balance of (26.6%) may be used to meet the City's ongoing obligations to citizens and creditors.

Restricted net position is the portion of net position legally restricted less any non-capital-related liabilities payable from those resources. As of December 31, 2020, restricted net position in the governmental activities included the following: Cemetery Perpetual Care (\$262,571), Debt Service (180,698), Channel 10 (\$26,374), TABOR Emergencies (\$449,590), Senior Center Meals and Capital (\$99,621), Police (\$2,472), and Parks and Recreation (\$158,501). The Business-Type Activities includes restricted net position of the following: Debt Service and O&M reserves (\$1,021,604), and TABOR Emergencies (\$144,639). The remaining balance of net position (unrestricted net position) totals \$38,266,717. These assets may be used to meet the City's ongoing obligations to citizens and creditors.

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

Changes in Net Position

The following summarizes the Statement of Revenues, Expenditures, and Changes in Fund Balance (as on p.7 of the report), with a comparison to the prior year.

SUMMARY OF CHANGES IN NET POSITION						
For Years Ended December 31, 2020 and 2019						
	Governmental		Business Type		Total	
	Activities		Activities			
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
REVENUES						
Program Revenues:						
Charges for services	\$ 1,671,043	\$ 2,041,676	\$ 8,506,273	\$ 8,138,203	\$ 10,177,316	\$ 10,179,879
Operating grants and contributions	2,014,960	1,635,253	25,000	2,266	2,039,960	1,637,519
Capital grants and contributions	266,276	272,276	725,089	971,487	991,365	1,243,763
General Revenues:						
Property taxes	755,341	736,058	-	-	755,341	736,058
Sales and use taxes	9,700,420	9,220,125	1,938,371	1,863,138	11,638,791	11,083,263
Other taxes	469,461	537,211	-	-	469,461	537,211
Investment earnings	207,248	406,828	109,199	185,566	316,447	592,394
Other revenues	216,650	82,676	509,076	35,829	725,726	118,505
Total revenues	<u>15,301,399</u>	<u>14,932,103</u>	<u>11,813,008</u>	<u>11,196,489</u>	<u>27,114,407</u>	<u>26,128,592</u>
EXPENSES						
General government	5,191,192	3,343,142	-	-	5,191,192	3,343,142
Public Safety	2,743,217	2,946,886	-	-	2,743,217	2,946,886
Public Works	4,221,039	4,453,472	-	-	4,221,039	4,453,472
Cemetery	3,181	2,455	-	-	3,181	2,455
Parks and recreation	1,710,878	4,625,773	-	-	1,710,878	4,625,773
Economic development and assistance	500,871	1,358,041	-	-	500,871	1,358,041
Interest Expense	96,196	1,746	-	-	96,196	1,746
Water operations	-	-	3,935,675	4,486,838	3,935,675	4,486,838
Sewer operations	-	-	2,724,710	2,507,711	2,724,710	2,507,711
Sanitation operations	-	-	690,905	629,557	690,905	629,557
Total expenses	<u>14,466,574</u>	<u>16,731,515</u>	<u>7,351,290</u>	<u>7,624,106</u>	<u>21,817,864</u>	<u>24,355,621</u>
Increase in net assets before transfers	834,825	(1,799,412)	4,461,718	3,572,383	5,296,543	1,772,971
Transfers	2,000	602,000	(2,000)	(602,000)	-	-
Increase in net assets	836,825	(1,197,412)	4,459,718	2,970,383	5,296,543	1,772,971
Net Position, Beginning of year	<u>74,603,713</u>	<u>75,801,125</u>	<u>64,261,555</u>	<u>61,291,172</u>	<u>138,865,268</u>	<u>137,092,297</u>
Net Position, end of year	<u>\$ 75,440,538</u>	<u>\$ 74,603,713</u>	<u>\$ 68,721,273</u>	<u>\$ 64,261,555</u>	<u>\$ 144,161,811</u>	<u>\$ 138,865,268</u>

FINANCIAL ANALYSIS OF THE CITY'S FUND BALANCE

The City of Rifle uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds – The focus of the City's governmental funds statements is to provide information on near-term inflows, outflows, and balances of spendable resources. This information is useful in assessing the City's financial requirements. In particular, unreserved fund balance may serve as a useful measure of net resources available for spending at the end of the fiscal year.

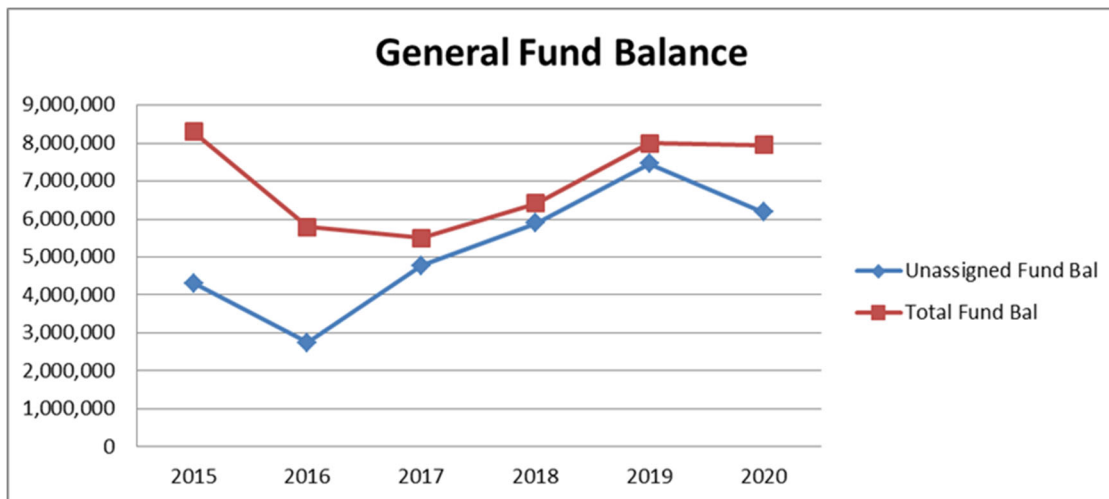
One of the differences between the governmental activities as reported in the government-wide *Statement of Activities* and the individual governmental fund financial statements is the reporting of capital asset acquisitions. For the government-wide financial statements, any new assets are capitalized and only depreciation expense for those assets is reported in the *Statement of Activities*. In the individual governmental fund financial statements, the expenditure for the capital asset acquisitions is reported in the *Statement of Revenues, Expenditures, and Changes*

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

in Fund Balance. Therefore, governmental fund capital outlay expenditures of \$7,728,315 acquired in 2020 (page 8) are not reflected in the *Statement of Activities*.

At year-end 2020, governmental funds as reported on the *Balance Sheet – Governmental Funds* (page 5) reported a combined fund balance of \$24,829,232, an increase of \$658,617 from the prior year. The General Fund balance decreased \$51,023 or .07%. The Street Improvement Fund balance decreased \$7,388 or .08% The Parks and Recreation Fund balance decreased \$396,567 or 18%.

The General Fund unassigned fund balance at December 31, 2020 was \$5,998,155, or 64% of 2020 annual expenditures. Unassigned fund balance decreased \$1,302,467 with expenditures exceeding revenues by \$81,773. The following chart gives a 5-year trend analysis of these amounts.



Proprietary Funds – The City's proprietary funds statements provide the same type of information found in the government-wide financial statements, but in more detail. The Proprietary Funds include the Water, Wastewater (Sewer), and Sanitation (Trash) Funds.

The Proprietary Fund Net Position increased \$4,459,718 to \$68,721,273. Investment in capital assets, net of related debt represents 77% of total net position.

ENTERPRISE FUND NET POSITION
December 31, 2020 and 2019

	Water		Wastewater		Sanitation		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
Investment in capital assets net of related debt	\$ 35,904,638	\$ 35,844,150	\$ 16,813,012	\$ 16,902,998	\$ -	\$ -	\$ 52,717,650	\$ 52,747,148
Restricted:								
For Emergencies	144,639	158,418			-	-	144,639	158,418
For Subsequent Year's Expenditures	-	-			22,601	-	22,601	-
For Operations and Maintenance Reserve	584,543	594,782	437,061	561,727	-	-	1,021,604	1,156,509
Unrestricted	10,920,728	7,682,391	3,755,355	2,338,777	138,696	178,312	14,814,779	10,199,480
Total net position	\$ 47,554,548	\$ 44,279,741	\$ 21,005,428	\$ 19,803,502	\$ 161,297	\$ 178,312	\$ 68,721,273	\$ 64,261,555

City of Rifle, Colorado
Management's Discussion and Analysis
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In the Wastewater Fund, a new treatment plant was completed in 2009. The plant was funded via Colorado Water Resources and Power Development Authority loan. Annual increases in wastewater user fees of 5% or 10% assist with meeting the debt covenants.

A replacement Water Treatment plant was constructed with \$23.8 million obtained from the Colorado Water Resources and Power Development Authority loan. Water user fees and voter-approved .75% sales and use tax are being used to pay back the loan.

Unrestricted net position is reserved for the operation and maintenance component of all the proprietary funds. The Sewer Fund has continued to increase user fees annually to meet increasing costs of operation and to replace decaying infrastructure, which includes collection and distribution lines. In 2019, only the Sewer Fund increased rates, by 10%, and in 2020 by 5%. These annual increases are in accordance with Rifle Municipal Code.

In 2020, the Water fund increased Net Position by \$3,274,807. Wastewater increased by \$1,201,926. The Sanitation fund incurred a net decrease of \$17,015.

Total unrestricted net position increased \$4,615,299 during 2020. The Water Fund's unrestricted net position increased by \$3,238,337; Wastewater Fund increased \$1,416,578; and the Sanitation Fund decreased \$39,616.

General Fund Budgetary Highlights

The General Fund reflects decrease in revenues of \$295,550 or 3% from 2019 and was under budget by \$442,668 and 4.5%. Expenditures increased \$1,353,271 from 2019 or 17% and were under budget by \$712,961, or 7%. Management and City Council continue to budget conservatively to ensure the City has the flexibility to address community needs.

Capital Asset and Debt Administration

Capital assets – At the end of 2020, the City had \$138,370,768 invested in capital assets net of depreciation. Investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, roads, bridges, and trails. Total investment in capital assets for the current year increased by a net 1.6%.

CAPITAL ASSETS AT YEAR-END (Net of Depreciation) As of December 31, 2020 and 2019						
	Governmental Activities		Business Type Activities		Total	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Land & Rights	\$ 3,979,905	\$ 3,979,905	\$ 2,636,896	\$ 2,636,895	\$ 6,616,800	\$ 6,616,800
Construction in Process	18,584	-	-	-	18,584	-
Buildings	8,823,664	9,230,020	51,105,729	52,926,300	59,929,392	62,156,320
Improvements	40,518,367	35,748,102	29,117,590	29,600,408	69,635,958	65,348,510
Equipment	964,840	1,042,248	478,777	481,110	1,443,617	1,523,358
Int Svc Equipment & Vehicles	726,418	599,853	-	-	726,417	599,853
Total	<u>\$55,031,778</u>	<u>\$ 50,600,128</u>	<u>\$ 83,338,992</u>	<u>\$ 85,644,714</u>	<u>\$ 138,370,768</u>	<u>\$ 136,244,842</u>

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

Debt administration – At the end of 2020, the City of Rifle had a balance of \$34,816,342 outstanding in revenue bonds; revenue notes payable, notes payable and capital leases, including \$4,195,000 in construction loan for the pool renovation. Footnote disclosure number 4 on page 21 provides additional information regarding this and other obligations. The City has no general obligation debt.

OUTSTANDING DEBT						
Years Ended December 31, 2020 and 2019						
	Governmental Activities		Business Type Activities		Total	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Revenue bonds and notes payable	\$ -	\$ -	\$ 30,621,342	\$ 32,897,568	\$ 30,621,342	\$ 32,897,568
Construction Loan	4,195,001	260,001	-	-	4,195,001	260,001
Total	<u>\$ 4,195,001</u>	<u>\$ 260,001</u>	<u>\$ 30,621,342</u>	<u>\$ 32,897,568</u>	<u>\$ 34,816,343</u>	<u>\$ 33,157,569</u>

Certificates of Participation - In 2015, the City issued \$5,085,000 in certificates of participation for a water tank construction project with lease payments continuing until 2035.

Economic Factors and the 2020 Budget

2020 saw an increase of 5.2% in the general fund in sales and use tax revenues. A conservative approach was taken in the preparation of the 2020 Budget which projected a 3% increase. In 2020 the municipal pool was completely reconstructed, and plans were begun for several large street projects to begin in 2021. For all major projects, the City intends to infuse grant funds from State and local granting agencies and utilize sales tax revenues that are specifically dedicated to the particular funds.

The City of Rifle, as a result of thoughtful leadership and prudent management, built up the reserves in its General Fund. Recently the outbreak of the Coronavirus around the world resulted in directed closure of most businesses. The City of Rifle was less negatively impacted than many others, and is fortunate that our revenues declined only slightly, and only a small percentage of reserves were required to continue normal operations. Like other governments, the City of Rifle injected large sums of funding to support, stimulate and negate the directed closure of businesses. The local economy has made a significant start to return to pre-pandemic levels of economic activity. The year 2021 continues to show slight growth in the local economy. Unemployment and underemployment continue to be challenges, as does affordable housing for the area. There has been an increase in housing starts in late 2020 and early 2021, a trend which we expect to see continue in the near future.

City of Rifle, Colorado
Management's Discussion and Analysis
December 31, 2020

The City of Rifle has a strong number and value of building and development projects continuing. Funding for the many of the projects has been secured and project completion is expected in the next two years. The money spent completing these projects will circulate in our local economy over this time. In addition, the City of Rifle expects the American Rescue Plan funding will also provide a small boost to the local economy, depending on the City's determination of the best use of those funds. With our adequate reserves the City will remain conservative in its spending until this economic downturn and current reversal process proves lasting.

Request for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact the Finance office at the City of Rifle, 202 Railroad Ave, Rifle, CO 81650.

Basic Financial Statements

City of Rifle, Colorado
Statement of Net Position
December 31, 2020

	Governmental Activities	Business-Type Activities	Totals
Assets			
Cash and Investments	\$ 23,898,121	\$ 15,421,997	\$ 39,320,118
Accounts Receivable	456,536	733,502	1,190,038
Property Taxes Receivable	676,952	-	676,952
Taxes Receivable	1,079,876	201,295	1,281,171
Due from Other Governments	251	-	251
Investment Income Receivable	13,823	-	13,823
Inventory	56,919	225,851	282,770
Prepaid Expenses	-	1,496	1,496
Capital Assets, <i>Not Being Depreciated</i>	3,998,489	2,636,896	6,635,385
Capital Assets, <i>Net of Accumulated Depreciation</i>	51,033,289	80,702,096	131,735,385
	<u>81,214,256</u>	<u>99,923,133</u>	<u>181,137,389</u>
Total Assets			
Liabilities			
Accounts Payable	263,318	103,508	366,826
Accrued Salaries	12,282	61,771	74,053
Accrued Interest Payable	-	293,373	293,373
Deposits	78,568	10,000	88,568
Retainage Payable	5,403	-	5,403
Noncurrent Liabilities			
Due Within One Year	250,489	2,329,001	2,579,490
Due in More Than One Year	4,486,706	28,334,310	32,821,016
	<u>5,096,766</u>	<u>31,131,963</u>	<u>36,228,729</u>
Total Liabilities			
Deferred Inflows of Resources			
Property Taxes	676,952	-	676,952
Deferred Tap Fees	-	69,897	69,897
	<u>676,952</u>	<u>69,897</u>	<u>746,849</u>
Total Deferred Inflows of Resources			
Net Position			
Net Investment in Capital Assets	50,831,374	52,717,650	103,549,024
Restricted For:			
Emergencies	449,590	144,639	594,229
Debt Service	180,698	-	180,698
Parks and Recreation	158,501	-	158,501
Operations and Maintenance Reserve	-	1,021,604	1,021,604
Unrestricted	23,820,375	14,837,380	38,657,755
	<u>75,440,538</u>	<u>68,721,273</u>	<u>144,161,811</u>
Total Net Position			

See Notes to Financial Statements.

City of Rifle, Colorado
Statement of Activities
For the Year Ended December 31, 2020

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position		Totals
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	
Primary Government							
<i>Governmental Activities</i>							
General Government	\$ 5,191,192	\$ 1,292,390	\$ 698,519	\$ 241,276	\$ (2,959,007)	\$ -	\$ (2,959,007)
Public Safety	2,743,217	14,323	65,305	-	(2,663,589)	-	(2,663,589)
Public Works	4,221,039	-	338,787	-	(3,882,252)	-	(3,882,252)
Cemetery	3,181	27,085	-	-	23,904	-	23,904
Parks and Recreation	1,710,878	232,413	821,302	25,000	(632,163)	-	(632,163)
Economic Development	500,871	104,832	91,047	-	(304,992)	-	(304,992)
Interest on Long-Term Debt	96,196	-	-	-	(96,196)	-	(96,196)
Total Government Activities	14,466,574	1,671,043	2,014,960	266,276	(10,514,295)	-	(10,514,295)
<i>Business-Type Activities</i>							
Water Utility	3,935,675	3,958,517	-	725,089	-	772,931	772,931
Wastewater Utility	2,724,710	3,873,252	25,000	-	-	1,148,542	1,148,542
Sanitation Operations	690,905	674,504	-	-	-	(16,401)	(16,401)
Total Business-Type Activities	7,351,290	8,506,273	25,000	725,089	-	1,905,072	1,905,072
Total Primary Government	\$ 21,817,864	\$ 10,177,316	\$ 2,039,960	\$ 991,365	(10,514,295)	1,905,072	(8,609,223)
General Revenues							
Property Taxes					710,910	-	710,910
Specific Ownership Taxes					44,431	-	44,431
Sales and Use Taxes					9,700,420	1,938,371	11,638,791
Franchise Taxes					351,928	-	351,928
Other Taxes					117,533	-	117,533
Grants and Contributions not Restricted to Specific Programs					38,170	-	38,170
Investment Income					207,248	109,199	316,447
Gain (Loss) on Disposal of Capital Assets					(2,251)	-	(2,251)
Other					180,731	509,076	689,807
Transfers					2,000	(2,000)	-
Total General Revenues					11,351,120	2,554,646	13,905,766
Change in Net Position					836,825	4,459,718	5,296,543
Net Position, Beginning of year					74,603,713	64,261,555	138,865,268
Net Position, End of year					\$ 75,440,538	\$ 68,721,273	\$ 144,161,811

City of Rifle, Colorado
Balance Sheet
Governmental Funds
December 31, 2020

	General	Street Improvements	Parks and Recreation	Capital Improvement	Nonmajor Governmental Funds	Totals
Assets						
Cash and Investments	\$ 7,209,772	\$ 8,583,794	\$ 1,308,002	\$ 4,567,752	\$ 1,810,679	\$ 23,479,999
Accounts Receivable	213,187	8,406	233,612	-	1,331	456,536
Taxes Receivable	647,942	134,197	268,393	-	29,344	1,079,876
Property Taxes Receivable	633,151	-	-	-	43,801	676,952
Interest Receivable	13,823	-	-	-	-	13,823
Due from Other Governments	-	-	-	-	251	251
Total Assets	8,717,875	8,726,397	1,810,007	4,567,752	1,885,406	25,707,437
Liabilities						
Accounts Payable	63,938	42,485	5,946	-	4,913	117,282
Retainage Payable	-	-	5,403	-	-	5,403
Deposits	70,778	-	350	-	7,440	78,568
Total Liabilities	134,716	42,485	11,699	-	12,353	201,253
Deferred Inflows of Resources						
Property Taxes	633,151	-	-	-	43,801	676,952
Fund Balances						
Nonspendable						
Cemetery Perpetual Care	-	-	-	-	262,571	262,571
Restricted For:						
Emergencies	449,590	-	-	-	-	449,590
Debt Service	180,698	-	-	-	-	180,698
Parks and Recreation	158,501	-	-	-	-	158,501
Assigned For:						
Channel 10	26,374	-	-	-	-	26,374
Senior Center Capital and Meals	99,621	-	-	-	-	99,621
Police Expenditures	2,472	-	-	-	-	2,472
Subsequent Year Expenditures	1,034,597	2,635,394	305,723	289,000	291,674	4,556,388
Economic Development	-	-	-	-	932,336	932,336
Street Improvement	-	6,048,518	-	-	-	6,048,518
Parks and Recreation	-	-	1,492,585	-	-	1,492,585
Capital Improvements	-	-	-	4,278,752	-	4,278,752
Unrestricted, Unassigned	5,998,155	-	-	-	342,671	6,340,826
Total Fund Balances	7,950,008	8,683,912	1,798,308	4,567,752	1,829,252	24,829,232
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 8,717,875	\$ 8,726,397	\$ 1,810,007	\$ 4,567,752	\$ 1,885,406	\$ 25,707,437

City of Rifle, Colorado
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
December 31, 2020

**Amounts Reported for Governmental Activities
in the Statement of Net Position are Different Because:**

Total Fund Balances of Governmental Funds	\$ 24,829,232
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.	54,305,360
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds.	
Notes Payable	(4,195,001)
Accrued Compensated Absences	(542,194)
Internal Service Funds are blended into Governmental Activities	<u>1,043,141</u>
Total Net Position of Governmental Activities	<u>\$ 75,440,538</u>

City of Rifle, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2020

	General	Street Improvements	Parks and Recreation	Capital Improvement	Nonmajor Governmental Funds	Totals
Revenues						
Taxes	\$ 6,622,076	\$ 1,292,247	\$ 2,584,495	\$ -	\$ 426,404	\$ 10,925,222
Licenses and Permits	212,280	100,772	-	-	-	313,052
Intergovernmental	1,390,903	-	735,444	-	189,155	2,315,502
Charges for Services	834,006	-	232,323	-	111,642	1,177,971
Investment Income	63,062	76,888	16,064	31,956	14,963	202,933
Other	150,508	29,548	565	-	-	180,621
Total Revenues	9,272,835	1,499,455	3,568,891	31,956	742,164	15,115,301
Expenditures						
Current						
General Government	3,965,174	-	-	-	-	3,965,174
Public Safety	3,072,632	-	-	-	-	3,072,632
Public Works	1,701,731	98,153	-	-	-	1,799,884
Parks and Recreation	345,042	-	2,128,666	-	-	2,473,708
Economic Development	-	-	-	-	448,756	448,756
Capital Outlay	270,029	1,408,690	4,674,546	18,584	154,985	6,526,834
Debt Service						
Principal	-	-	11,250	-	-	11,250
Interest and Fiscal Charges	-	-	96,196	-	-	96,196
Total Expenditures	9,354,608	1,506,843	6,910,658	18,584	603,741	18,394,434
Revenues Over (Under) Expenditures	(81,773)	(7,388)	(3,341,767)	13,372	138,423	(3,279,133)
Other Financing Sources (Uses)						
Disposal of capital assets	750	-	-	-	-	750
Debt proceeds	-	-	3,935,000	-	-	3,935,000
Transfers In	35,000	-	10,600	1,000,000	17,400	1,063,000
Transfers Out	(5,000)	-	(1,000,400)	-	(55,600)	(1,061,000)
Total Other Financing Sources (Uses)	30,750	-	2,945,200	1,000,000	(38,200)	3,937,750
Net Change in Fund Balances	(51,023)	(7,388)	(396,567)	1,013,372	100,223	658,617
Fund Balances, Beginning of year	8,001,031	8,691,300	2,194,875	3,554,380	1,729,029	24,170,615
Fund Balances, End of year	\$ 7,950,008	\$ 8,683,912	\$ 1,798,308	\$ 4,567,752	\$ 1,829,252	\$ 24,829,232

City of Rifle, Colorado
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
Governmental Funds
For the Year Ended December 31, 2020

Amounts Reported for Governmental Activities
in the Statement of Activities are Different Because:

Net Change in Fund Balances of Governmental Funds	\$ 658,617
Capital outlays to purchase or construct capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities.	
Capital Outlay	7,728,315
Depreciation Expense	(3,420,229)
Disposal of Capital Assets	(3,001)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position and does not affect the statement of activities. This amount represents advances on the Construction Loan.	
	(3,935,000)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Change in Accrued Compensated Absences	(33,655)
Internal Service Funds are blended into Governmental Activities:	
Fleet Maintenance and Information Technology Funds, Change in Net Position	<u>(158,222)</u>
Change in Net Position of Governmental Activities	<u>\$ 836,825</u>

City of Rifle, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2020

	Business-Type Activities				Governmental Activities Internal Service Funds
	Water	Wastewater	Sanitation	Totals	
Assets					
<i>Current Assets</i>					
Cash and Investments	\$ 11,208,710	\$ 4,065,591	\$ 147,696	\$ 15,421,997	\$ 418,122
Accounts Receivable	298,025	366,814	68,663	733,502	-
Taxes Receivable	201,295	-	-	201,295	-
Prepaid Expenses	499	499	498	1,496	-
Inventory	216,096	9,755	-	225,851	56,919
Total Current Assets	11,924,625	4,442,659	216,857	16,584,141	475,041
<i>Noncurrent Assets</i>					
Capital Assets					
<i>Not Being Depreciated</i>	1,831,192	805,704	-	2,636,896	-
Capital Assets					
<i>Net of Accumulated Depreciation</i>	55,882,173	24,819,923	-	80,702,096	726,418
Total Noncurrent Assets	57,713,365	25,625,627	-	83,338,992	726,418
Total Assets	69,637,990	30,068,286	216,857	99,923,133	1,201,459
Liabilities					
<i>Current Liabilities</i>					
Accounts Payable	320	48,280	54,908	103,508	146,036
Accrued Liabilities	35,695	25,424	652	61,771	12,282
Accrued Interest Payable	164,762	128,611	-	293,373	-
Deposits	10,000	-	-	10,000	-
Compensated Absences	2,098	-	-	2,098	-
Loan Payable - Current Portion	1,143,086	973,817	-	2,116,903	-
Certificates of Participation - Current Portion	210,000	-	-	210,000	-
Total Current Liabilities	1,565,961	1,176,132	55,560	2,797,653	158,318
<i>Noncurrent Liabilities</i>					
Compensated Absences	39,871	-	-	39,871	-
Notes Payable	16,655,641	7,838,798	-	24,494,439	-
Certificates of Participation	3,800,000	-	-	3,800,000	-
Total Noncurrent Liabilities	20,495,512	7,838,798	-	28,334,310	-
Total Liabilities	22,061,473	9,014,930	55,560	31,131,963	158,318
Deferred Inflows of Resources					
Deferred Tap Fees	21,969	47,928	-	69,897	-
Net Position					
Net Investment in Capital Assets	35,904,638	16,813,012	-	52,717,650	726,418
Restricted for:					
Emergencies	144,639	-	-	144,639	-
Operations and Maintenance Reserve	584,543	437,061	-	1,021,604	-
Assigned for:					
Subsequent Year's Expenditures	-	-	22,601	22,601	348,012
Unrestricted	10,920,728	3,755,355	138,696	14,814,779	(31,289)
Total Net Position	\$ 47,554,548	\$ 21,005,428	\$ 161,297	\$ 68,721,273	\$ 1,043,141

See Notes to Financial Statements.

City of Rifle, Colorado
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2020

	Business-Type Activities				Governmental Activities Internal Service Funds
	Water	Wastewater	Sanitation	Total	
Operating Revenues					
Charges for Services	\$ 3,712,392	\$ 3,549,661	\$ 674,504	\$ 7,936,557	\$ 1,190,313
Sale of Materials	16,850	-	-	16,850	-
Operating Grants	-	25,000	-	25,000	3,904
Other	494,364	-	-	494,364	-
Total Operating Revenues	4,223,606	3,574,661	674,504	8,472,771	1,194,217
Operating Expenses					
Personal Services	804,764	516,111	14,726	1,335,601	412,967
Supplies	71,055	101,972	-	173,027	185,912
Purchased Services	795,156	550,521	649,335	1,995,012	458,868
Other Expenses	7,716	505	-	8,221	-
Management Fees	150,965	125,609	25,863	302,437	-
Fleet Maintenance	37,500	35,507	-	73,007	2,113
Information Technology Maintenance	64,112	34,673	981	99,766	8,178
Small Equipment Purchases	3,373	-	-	3,373	90,640
Depreciation	1,557,121	1,064,640	-	2,621,761	198,186
Total Operating Expenses	3,491,762	2,429,538	690,905	6,612,205	1,356,864
Operating Income (Loss)	731,844	1,145,123	(16,401)	1,860,566	(162,647)
Nonoperating Revenues (Expenses)					
Sales and Use Taxes	1,938,371	-	-	1,938,371	-
Investment Income	79,807	28,006	1,386	109,199	4,315
Other Revenues	14,334	378	-	14,712	110
Amortization of Bond Premiums	69,257	35,613	-	104,870	-
Interest and Fiscal Charges	(513,170)	(330,785)	-	(843,955)	-
Total Nonoperating Revenues (Expenses)	1,588,599	(266,788)	1,386	1,323,197	4,425
Income (Loss) Before Capital Contributions & Transfers	2,320,443	878,335	(15,015)	3,183,763	(158,222)
Capital Contributions					
System Improvement Fees	221,296	323,591	-	544,887	-
Cash in lieu of Water Rights	7,979	-	-	7,979	-
Capital Grants	725,089	-	-	725,089	-
Total Capital Contributions	954,364	323,591	-	1,277,955	-
Transfers					
Transfers Out	-	-	(2,000)	(2,000)	-
Total Transfers	-	-	(2,000)	(2,000)	-
Change in Net Position	3,274,807	1,201,926	(17,015)	4,459,718	(158,222)
Net Position, Beginning of year	44,279,741	19,803,502	178,312	64,261,555	1,201,363
Net Position, End of year	\$ 47,554,548	\$ 21,005,428	\$ 161,297	\$ 68,721,273	\$ 1,043,141

See Notes to Financial Statements.

City of Rifle, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020

	Business-Type Activities				Governmental Activities
	Water	Wastewater	Sanitation	Totals	Internal Service Funds
Cash Flows From Operating Activities					
Cash Received from Customers	\$ 3,757,029	\$ 3,525,597	\$ 665,797	\$ 7,948,423	\$ 1,190,313
Cash Received from Others	494,364	25,000	-	519,364	3,904
Cash Payments to Vendors and Suppliers	(1,694,433)	(995,171)	(673,828)	(3,363,432)	(682,951)
Cash Payments to Employees	(560,356)	(360,698)	(10,851)	(931,905)	(351,621)
Net Cash Provided (Used) by Operating Activities	1,996,604	2,194,728	(18,882)	4,172,450	159,645
Cash Flows From Noncapital Financing Activities					
Other Revenues	14,334	378	-	14,712	110
Payments from (to) Other Funds	-	-	(2,000)	(2,000)	-
Net Cash Provided (Used) by Noncapital Financing Activities	14,334	378	(2,000)	12,712	110
Cash Flows From Capital and Related Financing Activities					
Purchases of Capital Assets	(283,553)	(32,485)	-	(316,038)	(324,751)
Proceeds From System Improvement Fees	221,296	323,591	-	544,887	-
Proceeds From Cash in Lieu of Fees	7,979	-	-	7,979	-
Proceeds From Sales and Use Taxes	1,932,772	-	-	1,932,772	-
Proceeds From Grants	725,089	-	-	725,089	-
Principal Payments on Debt	(1,264,799)	(906,556)	-	(2,171,355)	-
Interest Payments on Debt	(520,944)	(340,754)	-	(861,698)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	817,840	(956,204)	-	(138,364)	(324,751)
Cash Flows from Investing Activities					
Interest Received	79,807	28,006	1,386	109,199	4,315
Net Increase in Cash and Cash Equivalents	2,908,585	1,266,908	(19,496)	4,155,997	(160,681)
Cash and Cash Equivalents, Beginning of Year	8,300,125	2,798,683	167,192	11,266,000	578,803
Cash and Cash Equivalents, End of Year	\$ 11,208,710	\$ 4,065,591	\$ 147,696	\$ 15,421,997	\$ 418,122
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Operating Income (Loss)	\$ 731,844	\$ 1,145,123	\$ (16,401)	\$ 1,860,566	\$ (162,647)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Depreciation	1,557,121	1,064,640	-	2,621,761	198,186
Changes in Asset and Liabilities					
Accounts Receivable	27,787	(24,064)	(8,707)	(4,984)	-
Inventory	(6,432)	-	-	(6,432)	-
Accounts Payable	(305,978)	16,000	6,191	(283,787)	125,621
Accrued Liabilities	(7,738)	(6,971)	35	(14,674)	(1,515)
Net Cash Provided (Used) by Operating Activities	\$ 1,996,604	\$ 2,194,728	\$ (18,882)	\$ 4,172,450	\$ 159,645

See Notes to Financial Statements.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 1: Summary of Significant Accounting Policies

The financial statements of the City of Rifle (the City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

The City of Rifle was incorporated in 1905 and became a Home Rule City in 1963. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety, highways and streets, water, sewer, sanitation, health and social services, culture and recreation, education, public improvements, planning and zoning, and general administrative services. The City's basic financial statements include the accounts of all City operations.

Reporting Entity

The financial reporting entity consists of the City, organizations for which the City is financially accountable, and organizations that raise and hold economic resources for the direct benefit of the City. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are part of the City. Legally separate organizations for which the City is financially accountable are considered part of the reporting entity. Financial accountability exists if the City appoints a voting majority of the organization's governing board and is able to impose its will on the organization, or if there is a potential for the organization to provide benefits to, or impose financial burdens on, the City.

Based on the application of these criteria, the City includes the Downtown Development Agency (DDA) and the Urban Renewal Authority (URA) as blended component units. The DDA and URA were created as separate legal entities by an act of the state legislature and "activated" by action of the City Council to plan and develop the downtown and other blighted areas of the city and to attract new businesses and residents. The governing board of the DDA is appointed by the City Council for fixed terms. The DDA has the complete authority to hire management and all other employees. There is no significant continuing relationship between the City and the DDA for carrying out day-to-day functions. The governing board of the URA is the City Council.

The DDA is a separate taxing body and levies taxes against the property owners within the designated development district and may hold referendums of its constituents. The DDA's levy and the levy of the City are independent of each other and are related only by the fact they are levied against a common tax base within the DDA's geographic boundaries. Property taxes from the DDA's levy are its primary revenue source. The URA's primary source of revenue is increment tax receipts based on the increased assessed valuation of taxes in the Urban Renewal Authority boundaries.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 1: Summary of Significant Accounting Policies (Continued)

Reporting Entity (Continued)

Because the DDA's governing board is appointed by the City and the budget and any amendments thereto are approved by the City, the DDA is reported as if it were part of the primary government. Similarly, since the URA's governing board is the City Council and the budget and any amendments thereto are approved by the City Council, the URA is reported as if it were part of the primary government.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the City and its component units. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges for interfund services that are reasonably equivalent to the services provided. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of the given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are *available* when they are collected within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current year.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

Taxes, intergovernmental revenues, and interest associated with the current year are susceptible to accrual and so have been recognized as revenues of the current year. All other revenues are considered measurable and available only when cash is received by the City.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a fund's principal ongoing operations. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for a specific use, it is the City's practice to use restricted resources first, then unrestricted resources as they are needed.

In the fund financial statements, the City reports the following major governmental funds:

The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the City, except those accounted for in another fund.

The *Street Improvements Fund* receives sales, use, and street impact revenues restricted for public works street improvements.

The *Parks and Recreation Fund* accounts for the operations of the city's parks and recreation programs. It is partially funded through a 1% sales and use tax assessment.

The *Capital Improvement Program Fund* accounts for the operations of the City's Capital Improvement Projects.

Additionally, the City reports the following major proprietary funds:

The *Water Fund* accounts for the financial activities associated with the provision of water services.

The *Wastewater Fund* accounts for the financial activities associated with the provision of sewer services.

The *Sanitation Fund* accounts for the financial activities associated with the City's waste collection services.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 1: Summary of Significant Accounting Policies (Continued)

Assets, Liabilities and Net Position/Fund Balances

Cash Equivalents - For purposes of the statement of cash flows, cash equivalents are defined as investments with original maturities of three months or less. The City considers all pooled cash and investments to be cash equivalents.

Receivables - Receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Interfund Receivables and Payables - During operations, certain transactions occur between individual funds. The resulting receivables and payables are classified on the balance sheet as *interfund receivables* and *interfund payables*. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as *internal balances*.

Prepaid Expenses - Certain payments to vendors reflect costs applicable to future accounting periods and are reported as prepaid expenses using the consumption method.

Capital Assets - Capital assets, which include land, buildings, equipment, and all infrastructure owned by the City, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary funds in the fund financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value on the date of donation. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

Capital assets of the City are depreciated using the straight-line method over the following estimated useful lives.

Buildings and Improvements	10 - 50 years
Infrastructure	7 - 75 years
Water, Sewer and Storm Drainage Plants and Systems	30 - 50 years
Machinery and Equipment	5 - 10 years

Compensated Absences - Employees of the City are allowed to accumulate unused vacation and sick time depending on length of employment. Upon termination of employment from the City, an employee will be compensated for all accrued vacation time at their current rate of pay. Accumulated, unpaid vacation time is accrued when earned in the government-wide financial statements and the proprietary funds in the fund financial statements. A liability is recorded in the governmental fund financial statements only when payment is due.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 1: Summary of Significant Accounting Policies (Continued)

Assets, Liabilities and Net Position/Fund Balances (Continued)

Long-Term Debt - In the government-wide financial statements and the proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Debt premiums, discounts and accounting losses resulting from debt refunding's are deferred and amortized over the life of the debt using the straight-line method. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses.

Debt issuance costs, whether or not withheld from the debt proceeds, are reported as current expenses or expenditures.

Deferred Inflows of Resources - Deferred inflows of resources include property taxes earned but levied for a subsequent year. In addition, grants not available as current financial resources are reported as deferred inflows in the governmental fund financial statements.

Net Position/Fund Balances - In the government-wide and fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed. The Board of Trustees establishes a fund balance commitment through passage of an ordinance and is authorized to informally assign amounts to a specific purpose. The City has not established a formal policy for its use of restricted and unrestricted fund balances. However, if both restricted and unrestricted fund balances are available for a specific purpose, the City uses restricted amounts first, followed by committed, assigned and unassigned amounts.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and collected in the subsequent year. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's Office collects property taxes and remits to the City on a monthly basis. Since property tax revenues are collected in arrears during the succeeding fiscal year, receivables and corresponding deferred inflows of resources are reported at year end.

Subsequent Events

We have evaluated subsequent events through May 28, 2021, the date the financial statements were available to be issued.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 2: Cash and Investments

A summary of cash and investments at December 31, 2020, follows:

Petty Cash	\$ 2,961
Cash Deposits	4,528,190
Investments	<u>34,788,967</u>
Total	<u>\$ 39,320,118</u>

Cash Deposits

The Colorado Public Deposit Protection Act (PDPA) requires all local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2020, the City had bank deposits of \$6,881,286 collateralized with securities held by the financial institutions' agents but not in the City's name.

Investments

The City is required to comply with State statutes which specify investments meeting defined rating, maturity, and concentration risk criteria in which the City may invest, which include the following. Custodial risk is not addressed by State statutes.

- Obligations of the United States and certain U.S. Agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts (GICs)
- Certificates of deposit

At December 31, 2020, the City had the following investments:

	S&P Rating	Investment Maturities (in Years)		
		Less Than 1	1 - 5 Years	Total
U.S. Treasury Securities	AA+	\$ -	\$ 8,813,627	\$ 8,813,627
U.S. Treasury Securities Strip	n/a	1,969,230	-	1,969,230
Certificates of Deposit	n/a	203,071	756,493	959,564
Money Market Funds	n/a	960,837	-	960,837
Local Government Investment Pools	AAAm	<u>22,085,709</u>	<u>-</u>	<u>22,085,709</u>
Total		<u>\$ 25,218,847</u>	<u>\$ 9,570,120</u>	<u>\$ 34,788,967</u>

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 2: Cash and Investments

Investments (Continued)

Fair Value Measurements - The City reports its investments using the fair value measurements established by generally accepted accounting principles. As such, a fair value hierarchy categorizes the inputs used to measure the fair value of the investments into three levels. Level 1) inputs are quoted prices in active markets for identical investments; Level 2) inputs include quoted prices in active markets for similar investments, or other observable inputs; and Level 3) inputs are unobservable inputs. At December 31, 2020, the City's investments in U.S. Treasury and Agency securities were measured utilizing quoted prices in active markets for similar investments (Level 2 inputs).

Interest Rate Risk - State statutes generally limit the maturity of investment securities to five years from the date of purchase unless the governing board authorizes the investment for a period in excess of five years.

Credit Risk - State statutes limit certain investments to those with specified ratings from nationally recognized statistical rating organizations, depending on the type of investment.

Concentration of Credit Risk - State statutes do not limit the amount the City may invest in a single issuer of investment securities, except for corporate securities. At December 31, 2020, the City's investments in the following represented more than 5% of the City's total investments.

	Rating	Total
U.S. Treasury Securities		
Federal Farm Credit Bank Bond	AA+	7.3%
Federal Home Loan Mortgage Corp Note	AA+	7.3%
Federal National Mortgage Association Note	AA+	5.9%
U.S. Treasury Security Strip	n/a	5.7%
Local Government Investment Pools		
ColoTrust Prime	AAAm	26.3%
CSAFE	AAAm	37.2%

Local Government Investment Pools - At December 31, 2020, the City had \$9,162,089 and \$12,923,620 and invested in the Colorado Local Government Liquid Asset Trust (Colotrust) and the Colorado Surplus Asset Fund Trust (CSAFE), respectively. The pools are investment vehicles established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating the pools. The pools operate in conformity with the Securities and Exchange Commission's Rule 2a-7. The pools are measured at the net asset value per share, with each share valued at \$1. The pools are rated AAAM by Standard and Poor's. Investments of the pools are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 3: Capital Assets

Capital asset Governmental activity for the year ended December 31, 2020, is summarized below:

Governmental Activities	Balance 12/31/19	Additions	Transfer	Deletions	Balance 12/31/20
Capital Assets, Not Being Depreciated:					
Land	\$ 3,979,905	\$ -	\$ -	\$ -	\$ 3,979,905
Construction in Progress	-	18,584	-	-	18,584
Total Capital Assets, Not Being Depreciated	3,979,905	18,584	-	-	3,998,489
Capital Assets, Being Depreciated:					
Buildings	16,386,089	-	(105,533)	(6,295)	16,274,261
Improvements	74,801,251	7,597,616	481	(14,515)	82,384,833
Equipment	4,372,474	112,115	105,052	(483)	4,589,158
Internal Service - Equipment	2,491,263	324,751	-	-	2,816,014
Total Capital Assets, Being Depreciated	98,051,077	8,034,482	-	(21,293)	106,064,266
Less Accumulated Depreciation:					
Buildings	(7,094,719)	(406,085)	44,183	6,024	(7,450,597)
Improvements	(39,091,870)	(2,742,198)	(44,183)	11,785	(41,866,466)
Equipment	(3,352,855)	(271,946)	-	483	(3,624,318)
Internal Service - Equipment	(1,891,410)	(198,186)	-	-	(2,089,596)
Total Accumulated Depreciation	(51,430,854)	(3,618,415)	-	18,292	(55,030,977)
Total Capital Assets, Being Depreciated, net	46,620,223	4,416,067	-	(3,001)	51,033,289
Governmental Activities Capital Assets, net	\$ 50,600,128	\$ 4,434,651	-	\$ (3,001)	\$ 55,031,778

Depreciation expense was charged to programs of the City as follows:

Governmental Activities	Total
General Government	\$ 512,486
Public Safety	1,602
Public Works	2,205,203
Cemetery	3,181
Parks and Recreation	617,838
Economic Development	79,919
	<u>3,420,229</u>
Internal Service - Equipment	198,186
	<u>198,186</u>
Total	\$ 3,618,415

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 3: Capital Assets (Continued)

Capital asset Business-Type activity for the year ended December 31, 2020, is summarized below:

Business-Type Activities	Balance 12/31/19	Additions	Transfers	Deletions	Balance 12/31/20
<i>Capital Assets, Not Being Depreciated:</i>					
Land and improvements	\$ 1,985,544	\$ -	\$ -	\$ -	\$ 1,985,544
Water Rights	651,352	-	-	-	651,352
<i>Total Capital Assets, Not Being Depreciated</i>	<i>2,636,896</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>2,636,896</i>
<i>Capital Assets, Being Depreciated:</i>					
Buildings	73,822,846	-	-	-	73,822,846
Improvements	41,972,933	253,573	-	-	42,226,506
Equipment	2,364,452	62,465	-	-	2,426,917
<i>Total Capital Assets, Being Depreciated</i>	<i>118,160,231</i>	<i>316,038</i>	<i>-</i>	<i>-</i>	<i>118,476,269</i>
<i>Less Accumulated Depreciation:</i>					
Buildings	(20,896,547)	(1,820,570)	-	-	(22,717,117)
Improvements	(12,372,525)	(736,391)	-	-	(13,108,916)
Equipment	(1,883,340)	(64,800)	-	-	(1,948,140)
<i>Total Accumulated Depreciation</i>	<i>(35,152,412)</i>	<i>(2,621,761)</i>	<i>-</i>	<i>-</i>	<i>(37,774,173)</i>
<i>Total Capital Assets, Being Depreciated</i>	<i>83,007,819</i>	<i>(2,305,723)</i>	<i>-</i>	<i>-</i>	<i>80,702,096</i>
<i>Business-Type Activities Capital Assets, net</i>	<i>\$ 85,644,715</i>	<i>\$ (2,305,723)</i>	<i>\$ -</i>	<i>\$ -</i>	<i>\$ 83,338,992</i>

Note 4: Long-Term Debt

Governmental Activities

Following is a summary of long-term debt transactions of the governmental activities for the year ended December 31, 2020:

	Balance 12/31/19	Additions	Payments	Balance 12/31/20	Due Within One Year
Construction Loan	\$ 260,001	\$ 3,953,500	\$ (18,500)	\$ 4,195,001	\$ 154,701
Compensated Absences	508,540	120,163	(86,509)	542,194	95,788
Total	\$ 768,541	\$ 4,073,663	\$ (105,009)	\$ 4,737,195	\$ 250,489

Compensated absences are expected to be liquidated primarily with revenues of the General Fund.

In December 2018, the City obtained a construction loan which allows the City to borrow up to \$5,800,000, towards the pool renovation. The City was allowed to draw upon the loan through December 2020, at which time the loan converted into a term loan. The loan is due on December 1, 2040, with a maximum bi-annual payment of \$144,588. Semi-annual payments are due on June 1 and December 1. Interest on the unpaid outstanding loan balance is at 3.3%. During the loan period, the City must maintain a cash deposit with the lender in a Debt Service Reserve Fund equal to 125% of the bi-annual principal and interest payable on the loan in the amount of \$180,698.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 4: Long-Term Debt (Continued)

Governmental Activities (Continued)

The loan's future maturities are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 154,701	\$ 134,415	\$ 289,116
2022	155,229	133,887	289,116
2023	160,466	128,650	289,116
2024	165,532	123,584	289,116
2025	171,464	117,652	289,116
2026 - 2030	947,797	497,783	1,445,580
2031 - 2035	1,118,913	326,668	1,445,581
2036 - 2040	<u>1,320,899</u>	<u>124,681</u>	<u>1,445,580</u>
Total	\$ <u>4,195,001</u>	\$ <u>1,587,320</u>	\$ <u>5,782,321</u>

Business-Type Activities

Following are the changes in long-term debt of the business-type activities for the year ended December 31, 2020:

	<u>Balance 12/31/19</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 12/31/20</u>	<u>Due Within One Year</u>
2007 CWRPDA Loan - Wastewater	\$ 9,449,100	\$ -	\$ (906,556)	\$ 8,542,544	\$ 938,204
Premium	305,684	-	(35,613)	270,071	35,613
2012 CWRPDA Loan - Water	16,554,945	-	(967,022)	15,587,923	979,187
2012 CWRPDA Loan - Water (Fed)	1,362,829	-	(92,777)	1,270,052	94,641
Premium	1,010,009	-	(69,257)	940,752	69,258
2015 Certificate of Participation - Water	4,215,000	-	(205,000)	4,010,000	210,000
Compensated Absences	<u>39,092</u>	<u>83,015</u>	<u>(80,138)</u>	<u>41,969</u>	<u>2,098</u>
Total	\$ <u>32,936,659</u>	\$ <u>83,015</u>	\$ <u>(2,356,363)</u>	\$ <u>30,663,311</u>	\$ <u>2,329,001</u>

In May 2007, the City entered into a loan agreement with the Colorado Water Resource and Power Development Authority in the amount of \$17,852,112. The proceeds were used to complete sewer improvements. The City has also recorded \$747,848 of premiums that are being amortized over the life of the loan, with the remaining unamortized portion included in the note payable balance in the financial statements. The loan requires semi-annual principal and interest payments on February 1 and August 1 of each year through 2028. The loan bears interest at 3.5% per annum, not including administrative fees. Pursuant to the loan agreement, the City was required to establish a 3-month operations and maintenance reserve based on the subsequent years budgeted expenditures, or \$437,061. The City has funded this reserve through the restriction of net position in the Wastewater Fund. The City believes it is in compliance with all required covenants and obligations called for by the loan agreement.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 4: Long-Term Debt (Continued)

Business-Type Activities (Continued)

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 938,204	\$ 309,917	\$ 1,248,121
2022	969,852	282,017	1,251,869
2023	996,088	248,257	1,244,345
2024	1,027,736	220,857	1,248,593
2025	1,064,384	190,537	1,254,921
2026 - 2028	3,546,280	206,522	3,752,802
Total	<u>\$ 8,542,544</u>	<u>\$ 1,458,107</u>	<u>\$ 10,000,651</u>

In August 2012, the City entered into two loan agreements with the Colorado Water Resource and Power Development Authority in the amount of \$23,858,367. The loans are comprised of \$21,858,367 of regular CWRPDA financing and an additional \$2,000,000 direct loan. The proceeds are to be used to complete water system improvements.

The City has also received the benefit of \$1,523,671 of premiums related to the \$21,858,367 CWRPDA debt issuance that are being amortized over the life of the loan. The unamortized portions of the premiums are included in the note payable balance in the financial statements. Issuance costs of \$382,038 were expensed during 2012. The \$21,858,367 loan requires semi-annual principal and interest payments on February 1 and August 1 of each year through 2034 commencing in August 2012. The loan bears interest at 1.6% per annum, not including administrative fees. Pursuant to the loan agreement, the city was required to establish a 3-month operations and maintenance reserve based on the subsequent years budgeted expenditures or \$584,543. The City has funded this reserve through the restriction of its net position balance in the Water Fund. The City believes it is in compliance with all required covenants and obligations called for by the loan agreement. All debt payments related to this loan are made by the Water Fund.

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 979,187	\$ 344,647	\$ 1,323,834
2022	1,009,596	314,319	1,323,915
2023	1,040,006	284,261	1,324,267
2024	1,052,170	270,711	1,322,881
2025	1,064,333	257,950	1,322,283
2026 - 2030	5,510,206	1,106,723	6,616,929
2031 - 2034	4,932,425	371,236	5,303,661
Total	<u>\$ 15,587,923</u>	<u>\$ 2,949,847</u>	<u>\$ 18,537,770</u>

The \$2,000,000 direct loan was previously a federally subsidized non-interest-bearing loan. However, in 2014, the project no longer qualifies as green and, therefore, the loan does not qualify for a 0% interest rate. The new rate of 2% interest began accruing on August 1, 2014 with the first payment, at the new interest rate, due on February 1, 2015. The loan requires semi-annual principal payments of \$50,000 on February 1 and August 1 of each year through 2032 commencing in February 2013. All debt payments related to this loan are made by the Water Fund.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 4: Long-Term Debt (Continued)

Business-Type Activities (Continued)

The Non-Federally subsidized loan future maturities are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 94,641	\$ 24,930	\$ 119,571
2022	96,544	23,027	119,571
2023	98,484	21,087	119,571
2024	100,464	19,108	119,572
2025	102,483	17,089	119,572
2026 - 2030	544,154	53,703	597,857
2031 - 2033	233,282	5,861	239,143
Total	<u>\$ 1,270,052</u>	<u>\$ 164,805</u>	<u>\$ 1,434,857</u>

In 2015, the City issued \$5,085,000 in certificates of participation for a water tank construction project. Principal payments are due semi-annually on June 1 and December 1. Principal payments started at \$110,000 in 2015 and increase to \$335,000 by 2035, at an interest rate of 3.13%. Payments are made by the Water Fund.

The 2015 Certificate of Participation future maturities are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 210,000	\$ 127,256	\$ 337,256
2022	220,000	120,772	340,772
2023	225,000	113,610	338,610
2024	235,000	106,762	341,762
2025	240,000	99,012	339,012
2026 - 2030	1,325,000	375,628	1,700,628
2031 - 2035	1,555,000	144,536	1,699,536
Total	<u>\$ 4,010,000</u>	<u>\$ 1,087,576</u>	<u>\$ 5,097,576</u>

Note 5: Interfund Transactions

The City has recorded the following routine transfers:

	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ 35,000	\$ (5,000)
Parks and Recreation	10,600	(1,000,400)
Capital Improvements	1,000,000	-
Non-major Governmental Funds	17,400	(55,600)
Sanitation Fund	-	(2,000)
Total	<u>\$ 1,063,000</u>	<u>\$ (1,063,000)</u>

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 6: Pension Plan

The City provides pension benefits for all its full-time police officers through a defined contribution plan. The police officers contribute 8% of their compensation to the plan, which the City matches with a 12.51% contribution. The City's contributions for each employee (and interest allocated thereon) vest at the rate of 20% per year, after the first year, so that by the fifth year of participation, employees are 100% vested in all contributions made to the plan. During the year ended December 31, 2020, the City contributed \$179,270 and the employees contributed \$114,729 to the plan.

All other full-time employees of the City are eligible to participate in a defined contribution pension plan established under the provisions of Section 401(a) of the Internal Revenue Code. In this defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan covers all full-time employees upon initial employment and who have attained the age of twenty-one. The City contributes 5% of compensation to the plan on behalf of each qualified employee. Employees may not make contributions to this plan. Employers' contributions vest at the rate of 20% per year, after the first year, so that by the fifth year of participation, employees are 100% vested in all contributions made to the plan. For the year ended December 31, 2020, the City contributed \$192,720 to the plan.

The City offers a deferred compensation plan in accordance with Section 457(b) of the Internal Revenue Code. The plan permits employees to contribute a portion of their current salary, based upon limits prescribed in the Internal Revenue Code. The City contributes a match of up to 1% when an employee elects to participate in the plan.

Note 7: Risk-Related Activities

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; and natural disasters. For risks related to property and liability, the City is a member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provisions of 24-20-115.5, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, section 18(2). The purposes of CIRSA are to provide members defined liability and property coverage and to assist members to prevent and reduce losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees or officers. The City has not significantly changed its insurance coverage over the past three years, nor have settlements exceeded coverage during the same period.

The City carries commercial insurance for workers compensation claims.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 8: Commitments and Contingencies

TABOR Amendment

In November 1992, Colorado voters passed the TABOR Amendment to the State Constitution which limits state and local government taxing powers and imposes spending limitations. The City is subject to the TABOR Amendment. Fiscal year 1992 provides the basis for limits in future years, to which may be applied allowable increases for inflation and property valuation. Revenue received in excess of the limitations may be required to be refunded unless the City's electorate vote to retain the revenue. The TABOR Amendment is subject to many interpretations, but the City believes it is in substantial compliance with the Amendment.

Litigation

From time to time, the City is involved in various litigation. Management believes the outcome of any litigation will not have a significant impact on the City's financial position.

2021 Budget Designations

Through the adoption of the 2021 budget, the City has assigned a portion of the Fund Balance for subsequent year's expenditures, as reflected in the accompanying financial statements as assigned for subsequent year's expenditures. The assignment represents the amount for which 2021 budgeted expenditures exceed the 2021 budgeted revenues.

Current Economic Conditions

During the year ended December 31, 2020, the United States of America and State of Colorado declared an emergency associated with the COVID-19 pandemic. Along with significant declines in financial markets, the public health emergency creates uncertain economic conditions. The City has adapted and made changes to operations due to the potential impacts on health and safety, however the full economic effect on the City is uncertain. Should these conditions continue, the City could continue to be negatively impacted.

Note 9: Rate Maintenance

The 2012 Colorado Water Resources and Power Development Authority (CWRPDA) water loan agreement, and the 2007 CWRPDA wastewater loan agreement required that Net Revenues shall represent a sum equal to 110% of the amount necessary to pay, when due, the principal and interest on the loans and any parity debt coming due.

City of Rifle, Colorado
Notes to the Financial Statements
December 31, 2020

Note 9: Rate Maintenance (Continued)

The computation of both the Water and Wastewater rate maintenance is as follows:

	Water Fund	Wastewater Fund
Revenues		
Operating Revenues	\$ 4,223,606	\$ 3,574,661
Sales & Use Taxes	1,938,371	-
System Improvement Fees	221,296	323,591
Investment Income	79,807	28,006
Cash in Lieu of Water Rights Fees	7,979	-
Other Revenues	<u>14,334</u>	<u>378</u>
 Total Revenues	 <u>6,485,393</u>	 <u>3,926,636</u>
Expenses		
Operating Expenses	3,491,762	2,429,538
Less Depreciation	<u>(1,557,121)</u>	<u>(1,064,640)</u>
 Net Expenses	 <u>1,934,641</u>	 <u>1,364,898</u>
 Net Revenues	 <u><u>\$ 4,550,752</u></u>	 <u><u>\$ 2,561,738</u></u>
 Debt Service Requirements (Parity and Subordinate)		
2007 CWRPDA Note Payable	\$ -	\$ 1,248,121
2012 CWRPDA - Interest Bearing	1,323,834	-
2012 CWRPDA - Federal	119,571	-
2015 Certificates of Participation	<u>337,256</u>	<u>-</u>
 Debt Service Required	 <u>1,780,661</u>	 <u>1,248,121</u>
 Required Coverage		
(Water at 100%, without System Improvement Fees)	<u>110%</u>	<u>110%</u>
 Debt Service Coverage at 110%	 <u><u>\$ 1,958,727</u></u>	 <u><u>\$ 1,372,933</u></u>
 Net Revenue Excess	 <u><u>\$ 2,592,025</u></u>	 <u><u>\$ 1,188,805</u></u>

Required Supplementary Information

City of Rifle, Colorado
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 6,363,347	\$ 6,376,347	\$ 6,622,076	\$ 245,729
Licenses and Permits	173,750	173,750	212,280	38,530
Intergovernmental	1,528,064	2,220,564	1,390,903	(829,661)
Charges for Services	830,787	830,787	834,006	3,219
Interest Income	80,055	80,055	63,062	(16,993)
Miscellaneous	34,000	34,000	150,508	116,508
Total Revenue	<u>9,010,003</u>	<u>9,715,503</u>	<u>9,272,835</u>	<u>(442,668)</u>
Expenditures				
General Government	3,691,783	4,470,783	3,965,174	(505,609)
Public Safety	3,186,948	3,189,948	3,072,632	(117,316)
Public Works	1,761,711	1,761,711	1,701,731	(59,980)
Parks and Recreation	341,527	341,527	345,042	3,515
Capital Outlay	283,600	303,600	270,029	(33,571)
Total Expenditures	<u>9,265,569</u>	<u>10,067,569</u>	<u>9,354,608</u>	<u>(712,961)</u>
Excess Revenues Over (Under) Expenditures	(255,566)	(352,066)	(81,773)	270,293
Other Financing Sources (Uses)				
Disposal of capital assets	-	-	750	750
Transfers In	35,000	35,000	35,000	-
Transfers Out	(5,000)	(5,000)	(5,000)	-
Total Other Financing Sources (Uses)	<u>30,000</u>	<u>30,000</u>	<u>30,750</u>	<u>750</u>
Change in Fund Balance	(225,566)	(322,066)	(51,023)	271,043
Fund Balance, Beginning of Year	<u>7,248,170</u>	<u>7,248,170</u>	<u>8,001,031</u>	<u>752,861</u>
Fund Balance, End of Year	<u>\$ 7,022,604</u>	<u>\$ 6,926,104</u>	<u>\$ 7,950,008</u>	<u>\$ 1,023,904</u>

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Street Improvement Fund
 For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Taxes	\$ 1,284,245	\$ 1,292,247	\$ 8,002
Licenses and Permits	-	100,772	100,772
Intergovernmental	3,090,900	-	(3,090,900)
Investment Income	41,600	76,888	35,288
Other	90,000	29,548	(60,452)
Total Revenues	<u>4,506,745</u>	<u>1,499,455</u>	<u>(3,007,290)</u>
Expenditures			
Public Works	288,374	98,153	(190,221)
Capital Outlay	5,831,000	1,408,690	(4,422,310)
Total Expenditures	<u>6,119,374</u>	<u>1,506,843</u>	<u>4,612,531</u>
Excess Revenues Over (Under) Expenditures	(1,612,629)	(7,388)	1,605,241
Other Financing Sources (Uses)			
Transfers In	185,000	-	(185,000)
Total Other Financing Sources (Uses)	<u>185,000</u>	<u>-</u>	<u>(185,000)</u>
Net Change in Fund Balance	(1,427,629)	(7,388)	1,420,241
Fund Balance, <i>Beginning of year</i>	<u>8,074,609</u>	<u>8,691,300</u>	<u>616,691</u>
Fund Balance, <i>End of year</i>	<u>\$ 6,646,980</u>	<u>\$ 8,683,912</u>	<u>\$ 2,036,932</u>

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
Budgetary Comparison Schedule
Parks and Recreation Fund
For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 2,568,489	\$ 2,568,489	\$ 2,584,495	\$ 16,006
Intergovernmental	724,100	762,600	735,444	(27,156)
Charges for Services	306,102	306,102	232,323	(73,779)
Interest Income	10,500	10,500	16,064	5,564
Other	180,000	180,000	565	(179,435)
Total Revenues	<u>3,789,191</u>	<u>3,827,691</u>	<u>3,568,891</u>	<u>(258,800)</u>
Expenditures				
Parks and Recreation	2,514,573	2,523,073	2,128,666	394,407
Capital Outlay	4,537,038	5,319,038	4,674,546	644,492
Debt Service - Principal	11,250	11,250	11,250	-
Debt Service - Interest	130,000	130,000	96,196	33,804
Total Expenditures	<u>7,192,861</u>	<u>7,983,361</u>	<u>6,910,658</u>	<u>1,072,703</u>
Excess Revenues Over (Under) Expenditures	(3,403,670)	(4,155,670)	(3,341,767)	813,903
Other Financing Sources (Uses)				
Debt proceeds	3,200,000	3,579,700	3,935,000	355,300
Transfers In	10,600	10,600	10,600	-
Transfers (Out)		(1,000,000)	(1,000,400)	(400)
Total Other Financing Sources (Uses)	<u>3,210,600</u>	<u>2,590,300</u>	<u>2,945,200</u>	<u>354,900</u>
Net Change in Fund Balance	(193,070)	(1,565,370)	(396,567)	1,168,803
Fund Balance, Beginning of year	<u>2,181,580</u>	<u>2,181,580</u>	<u>2,194,875</u>	<u>13,295</u>
Fund Balance, End of year	<u>\$ 1,988,510</u>	<u>\$ 616,210</u>	<u>\$ 1,798,308</u>	<u>\$ 1,182,098</u>

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Capital Improvement Fund
 For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Investment Income	\$ 40,000	\$ 40,000	\$ 31,956	\$ (8,044)
Total Revenues	40,000	40,000	31,956	(8,044)
Expenditures				
Capital Outlay	28,000	28,000	18,584	9,416
Total Expenditures	28,000	28,000	18,584	9,416
Excess Revenues Over (Under) Expenditures	12,000	12,000	13,372	1,372
Other Financing Sources (Uses)				
Transfers In	-	1,000,000	1,000,000	-
Total Other Financing Sources (Uses)	-	1,000,000	1,000,000	-
Net Change in Fund Balance	12,000	1,012,000	1,013,372	1,372
Fund Balance, Beginning of year	3,514,613	3,514,613	3,554,380	39,767
Fund Balance, End of year	<u>\$ 3,526,613</u>	<u>\$ 4,526,613</u>	<u>\$ 4,567,752</u>	<u>\$ 41,139</u>

City of Rifle, Colorado
Notes to Required Supplementary Information
December 31, 2020

Note 1: Stewardship, Compliance, and Accountability

Budgets

Budgets are legally adopted for all funds of the City, which has no operations other than depreciation expense. Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP), except for certain interfund transactions that are reported as revenues and expenditures on the budgetary basis but not the GAAP basis of accounting. Budgetary comparisons for the enterprise funds are presented on a non-GAAP budgetary basis, whereby capital outlay and debt principal are budgeted as expenditures and depreciation and amortization are not budgeted.

The City adheres to the following procedures to establish the budgetary information reflected in the financial statements:

- By October 15, management submits to the City Council a proposed budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted by the City Council to obtain taxpayer comments.
- Prior to December 31, the budget is adopted by formal resolution.
- Expenditures may not legally exceed appropriations at the fund level. Revisions that alter the total expenditures of any fund must be approved by the City Counsel.
- All appropriations lapse at the end of each fiscal year.

Combining and Individual Fund Statements and Schedules

City of Rifle, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2020

	Conservation Trust	Visitor Improvement	Downtown Development	Tourism and Industry	Urban Renewal Authority	Perpetual Care Fund	Totals
Assets							
Cash and Investments	\$ 342,671	\$ 195,197	\$ 91,348	\$ 735,077	\$ 183,815	\$ 262,571	\$ 1,810,679
Accounts Receivable	-	-	-	1,331	-	-	1,331
Taxes Receivable	-	7,175	-	22,169	-	-	29,344
Property Taxes Receivable	-	-	43,801	-	-	-	43,801
Due from Other Governments	-	-	251	-	-	-	251
Total Assets	<u>\$ 342,671</u>	<u>\$ 202,372</u>	<u>\$ 135,400</u>	<u>\$ 758,577</u>	<u>\$ 183,815</u>	<u>\$ 262,571</u>	<u>\$ 1,885,406</u>
Liabilities							
Accounts Payable	\$ -	\$ -	\$ 2,385	\$ 2,528	\$ -	\$ -	\$ 4,913
Deposit	-	-	-	7,440	-	-	7,440
Total Liabilities	-	-	2,385	9,968	-	-	12,353
Deferred Inflows of Resources							
Property Taxes	-	-	43,801	-	-	-	43,801
Fund Balances							
Nonspendable:							
Cemetery Perpetual Care	-	-	-	-	-	242,771	242,771
Assigned For:							
Subsequent Year's Expenditures	-	27,095	-	83,679	161,100	19,800	291,674
Economic Development	-	175,277	89,214	664,930	22,715	-	952,136
Unrestricted, Unassigned	342,671	-	-	-	-	-	342,671
Total Fund Balances	<u>342,671</u>	<u>202,372</u>	<u>89,214</u>	<u>748,609</u>	<u>183,815</u>	<u>262,571</u>	<u>1,829,252</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 342,671</u>	<u>\$ 202,372</u>	<u>\$ 135,400</u>	<u>\$ 758,577</u>	<u>\$ 183,815</u>	<u>\$ 262,571</u>	<u>\$ 1,885,406</u>

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2020

	Conservation Trust	Visitor Improvement	Downtown Development	Tourism and Industry	Urban Renewal Authority	Perpetual Care Fund	Totals
Revenues							
Taxes	\$ -	\$ 117,533	\$ 44,843	\$ 213,480	\$ 50,548	\$ -	\$ 426,404
Intergovernmental	98,108	88,581	-	2,466	-	-	189,155
Charges for Services	-	-	-	104,832	-	6,810	111,642
Investment Income	2,467	1,531	803	6,668	1,271	2,223	14,963
Total Revenues	100,575	207,645	45,646	327,446	51,819	9,033	742,164
Expenditures							
Economic Development	-	83,676	42,901	322,179	-	-	448,756
Capital Outlay	-	93,234	2,047	59,704	-	-	154,985
Total Expenditures	-	176,910	44,948	381,883	-	-	603,741
Excess of Revenues Over (Under) Expenditures	100,575	30,735	698	(54,437)	51,819	9,033	138,423
Other Financing Sources (Uses)							
Transfers In	-	-	7,000	10,400	-	-	17,400
Transfers Out	-	(55,600)	-	-	-	-	(55,600)
Total Other Financing Sources (Uses)	-	(55,600)	7,000	10,400	-	-	(38,200)
Net Change in Fund Balances	100,575	(24,865)	7,698	(44,037)	51,819	9,033	100,223
Fund Balances, Beginning of year	242,096	227,237	81,516	792,646	131,996	253,538	1,729,029
Fund Balances, End of year	\$ 342,671	\$ 202,372	\$ 89,214	\$ 748,609	\$ 183,815	\$ 262,571	\$ 1,829,252

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Conservation Trust Fund
 For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Intergovernmental	\$ 90,000	\$ 98,108	\$ 8,108
Investment Income	600	2,467	1,867
Total Revenues	90,600	100,575	9,975
Other Financing Sources (Uses)			
Transfers Out	(180,000)	-	180,000
Total Other Financing Sources (Uses)	(180,000)	-	180,000
Net Change in Fund Balance	(89,400)	100,575	189,975
Fund Balance, <i>Beginning of year</i>	225,328	242,096	16,768
Fund Balance, <i>End of year</i>	\$ 135,928	\$ 342,671	\$ 206,743

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Visitor Improvement Fund
 For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Taxes	\$ 152,440	\$ 117,533	\$ (34,907)
Intergovernmental	87,000	88,581	1,581
Investment Income	1,200	1,531	331
	<u>240,640</u>	<u>207,645</u>	<u>(32,995)</u>
Total Revenues			
Expenditures			
Economic Development	145,866	83,676	62,190
Capital Outlays	100,000	93,234	6,766
	<u>245,866</u>	<u>176,910</u>	<u>68,956</u>
Total Expenditures			
Excess Revenues Over (Under) Expenditures	(5,226)	30,735	35,961
Other Financing Sources (Uses)			
Transfers Out	(55,600)	(55,600)	-
	<u>(55,600)</u>	<u>(55,600)</u>	<u>-</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balance	(60,826)	(24,865)	35,961
Fund Balance, Beginning of year	237,567	227,237	(10,330)
	<u>237,567</u>	<u>227,237</u>	<u>(10,330)</u>
Fund Balance, End of year	\$ <u>176,741</u>	\$ <u>202,372</u>	\$ <u>25,631</u>

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Downtown Development Fund
 For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Taxes	\$ 45,911	\$ 44,843	\$ (1,068)
Investment Income	500	803	303
	<u>46,411</u>	<u>45,646</u>	<u>(765)</u>
Total Revenues			
Expenditures			
Economic Development	44,697	42,901	1,796
Capital Outlay	1,500	2,047	(547)
	<u>46,197</u>	<u>44,948</u>	<u>1,249</u>
Total Expenditures			
Excess of Revenues Over (Under) Expenditures	214	698	484
Other Financing Sources (Uses)			
Transfers In	7,000	7,000	-
Total Other Financing Sources (Uses)	<u>7,000</u>	<u>7,000</u>	<u>-</u>
Net Change in Fund Balance	7,214	7,698	484
Fund Balance, Beginning of year	<u>78,589</u>	<u>81,516</u>	<u>2,927</u>
Fund Balance, End of year	<u><u>\$ 85,803</u></u>	<u><u>\$ 89,214</u></u>	<u><u>\$ 3,411</u></u>

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Tourism and Industry Fund
 For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 214,651	\$ 214,651	\$ 213,480	\$ (1,171)
Intergovernmental	-	34,000	2,466	(31,534)
Charges for Services	201,920	201,920	104,832	(97,088)
Investment Income	3,500	3,500	6,668	3,168
Other	95,000	95,000	-	(95,000)
Total Revenues	<u>515,071</u>	<u>549,071</u>	<u>327,446</u>	<u>(221,625)</u>
Expenditures				
Economic Development	462,731	474,231	322,179	152,052
Capital Outlay	234,000	256,500	59,704	196,796
Total Expenditures	<u>696,731</u>	<u>730,731</u>	<u>381,883</u>	<u>348,848</u>
Revenues Over (Under) Expenditures	(181,660)	(181,660)	(54,437)	127,223
Other Financing Sources				
Transfers In	10,000	10,000	10,400	400
Total Other Financing Sources	<u>10,000</u>	<u>10,000</u>	<u>10,400</u>	<u>400</u>
Net Change in Fund Balance	(171,660)	(171,660)	(44,037)	127,623
Fund Balance, Beginning of year	<u>792,586</u>	<u>792,586</u>	<u>792,646</u>	<u>60</u>
Fund Balance, End of year	<u>\$ 620,926</u>	<u>\$ 620,926</u>	<u>\$ 748,609</u>	<u>\$ 127,683</u>

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Urban Renewal Authority Fund
 For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Taxes	\$ 81,000	\$ 50,548	\$ (30,452)
Investment Income	1,500	1,271	(229)
	<u>82,500</u>	<u>51,819</u>	<u>(30,681)</u>
Total Revenues			
Expenditures			
Economic Development	75,000	-	75,000
Capital Outlay	125,000	-	125,000
	<u>200,000</u>	<u>-</u>	<u>200,000</u>
Total Expenditures			
Net Change in Fund Balance	(117,500)	51,819	169,319
Fund Balance, Beginning of year	<u>175,685</u>	<u>131,996</u>	<u>(43,689)</u>
Fund Balance, End of year	<u>\$ 58,185</u>	<u>\$ 183,815</u>	<u>\$ 125,630</u>

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Perpetual Care Fund
 For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Taxes	\$ -	\$ 6,810	\$ 6,810
Investment Income	<u>3,000</u>	<u>2,223</u>	<u>(777)</u>
Total Revenues	3,000	9,033	6,033
Fund Balance, Beginning of year	<u>249,316</u>	<u>253,538</u>	<u>4,222</u>
Fund Balance, End of year	<u>\$ 252,316</u>	<u>\$ 262,571</u>	<u>\$ 10,255</u>

City of Rifle, Colorado
Budgetary Comparison Schedule
Water Fund
For the Year Ended December 31, 2020

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Charges for Services	\$ 3,559,608	\$ 3,712,392	\$ 152,784
Sale of Meters	5,000	16,850	11,850
Other - Operating	607,140	494,364	(112,776)
Sales and Use Taxes	1,925,558	1,938,371	12,813
Investment Income	60,000	79,807	19,807
Other - Nonoperating	25,000	14,334	(10,666)
System Improvement Fees	86,145	221,296	135,151
Cash in Lieu of Fees	2,000	7,979	5,979
Intergovernmental	1,000,000	725,089	(274,911)
Total Revenues	<u>7,270,451</u>	<u>7,210,482</u>	<u>(59,969)</u>
Expenditures			
Personal Services	848,093	804,764	43,329
Supplies	122,000	71,055	50,945
Purchased Services	1,015,600	795,156	220,444
Other Expenses	18,606	7,716	10,890
Management Fees	150,965	150,965	-
Fleet Maintenance	37,500	37,500	-
Information Technology Maintenance	64,112	64,112	-
Capital Outlays	1,290,000	286,926	1,003,074
Interest Expense	451,669	443,913	7,756
Debt Principal Payments	1,272,050	1,264,799	7,251
Total Expenditures	<u>5,270,595</u>	<u>3,926,906</u>	<u>1,343,689</u>
Revenues Over (Under) Expenditures	1,999,856	3,283,576	1,283,720
Transfers			
Transfers Out	<u>(60,000)</u>	<u>-</u>	<u>(60,000)</u>
Change in Net Position - Budgetary Basis	<u>\$ 1,939,856</u>	3,283,576	<u>\$ 1,343,720</u>
Adjustments to GAAP Basis			
Capital Outlay		283,553	
Debt Principal Payments		1,264,799	
Depreciation		<u>(1,557,121)</u>	
Change in Net Position		3,274,807	
Fund Balance, Beginning of year		<u>44,279,741</u>	
Fund Balance, End of year		<u>\$ 47,554,548</u>	

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Wastewater Fund
 For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 3,593,716	\$ 3,593,716	\$ 3,549,661	\$ (44,055)
Intergovernmental	350,000	350,000	25,000	(325,000)
Investment Income	9,000	9,000	28,006	19,006
Other - Nonoperating	-	-	378	378
System Improvement Fees	75,000	75,000	323,591	248,591
Total Revenues	<u>4,027,716</u>	<u>4,027,716</u>	<u>3,926,636</u>	<u>(101,080)</u>
Expenditures				
Personal Services	512,021	512,021	516,111	(4,090)
Supplies	77,500	77,500	101,972	(24,472)
Purchased Services	607,599	663,599	550,521	113,078
Other Expense	29,000	29,000	505	28,495
Management Fees	125,609	125,609	125,609	-
Fleet Maintenance	28,257	28,257	35,507	(7,250)
Information Technology Maintenance	34,673	34,673	34,673	-
Capital Outlays	825,000	825,000	32,485	792,515
Interest Expense	305,140	305,140	295,172	9,968
Debt Principal Payments	913,806	913,806	906,556	7,250
Total Expenditures	<u>3,458,605</u>	<u>3,514,605</u>	<u>2,599,111</u>	<u>915,494</u>
Revenues Over (Under) Expenditures	569,111	513,111	1,327,525	814,414
Change in Net Position - Budgetary Basis	<u>\$ 569,111</u>	<u>\$ 513,111</u>	1,327,525	<u>\$ 814,414</u>
Adjustments to GAAP Basis				
Capital Outlay			32,485	
Debt Principal Payments			906,556	
Depreciation			<u>(1,064,640)</u>	
Change in Net Position			1,201,926	
Fund Balance, Beginning of year			<u>19,803,502</u>	
Fund Balance, End of year			<u>\$ 21,005,428</u>	

See the accompanying Independent Auditors' Report.

City of Rifle, Colorado
 Budgetary Comparison Schedule
 Sanitation Fund
 For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 660,499	\$ 660,499	\$ 674,504	\$ 14,005
Other - Operating	50	50	-	(50)
Investment Income	4,800	4,800	1,386	(3,414)
Total Revenues	<u>665,349</u>	<u>665,349</u>	<u>675,890</u>	<u>10,541</u>
Expenditures				
Personal Services	13,911	13,911	14,726	(815)
Purchased Services	611,300	667,300	649,335	17,965
Other Expenses	501	501	-	-
Management Fees	25,863	25,863	25,863	-
Information Technology Maintenance	981	981	981	-
Total Expenditures	<u>652,556</u>	<u>708,556</u>	<u>690,905</u>	<u>17,150</u>
Revenues Over (Under) Expenditures	12,793	(43,207)	(15,015)	(6,609)
Transfers				
Transfers Out	<u>(2,000)</u>	<u>(2,000)</u>	<u>(2,000)</u>	<u>-</u>
Change in Net Position - Budgetary Basis	<u>\$ 10,793</u>	<u>\$ (45,207)</u>	(17,015)	<u>\$ (6,609)</u>
Change in Net Position			(17,015)	
Fund Balance, Beginning of year			<u>178,312</u>	
Fund Balance, End of year			<u>\$ 161,297</u>	

State Compliance Section

The public report burden for this information collection is estimated to average 380 hours annually.

LOCAL HIGHWAY FINANCE REPORT		City or County: CITY OF RIFLE			
		YEAR ENDING : December 2020			
		This Information From The Records Of: City of Rifle			
		Prepared By: Michelle Duran, finance Director Phone: 970.665.6449			
I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE					
ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration	
1. Total receipts available					
2. Minus amount used for collection expenses					
3. Minus amount used for nonhighway purposes					
4. Minus amount used for mass transit					
5. Remainder used for highway purposes					
II. RECEIPTS FOR ROAD AND STREET PURPOSES		III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES			
ITEM	AMOUNT	ITEM	AMOUNT		
A. Receipts from local sources:		A. Local highway disbursements:			
1. Local highway-user taxes		1. Capital outlay (from page 2)	639,634		
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,388,384		
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:			
c. Total (a.+b.)		a. Traffic control operations	177,038		
2. General fund appropriations	0	b. Snow and ice removal	141,252		
3. Other local imposts (from page 2)	1,704,582	c. Other	27,913		
4. Miscellaneous local receipts (from page 2)	197,522	d. Total (a. through c.)	346,203		
5. Transfers from toll facilities	0	4. General administration & miscellaneous	215,833		
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,215,305		
a. Bonds - Original Issues	0	6. Total (1 through 5)	3,805,359		
b. Bonds - Refunding Issues	0	B. Debt service on local obligations:			
c. Notes	0	1. Bonds:			
d. Total (a. + b. + c.)	0	a. Interest	0		
7. Total (1 through 6)	1,902,104	b. Redemption	0		
B. Private Contributions	0	c. Total (a. + b.)	0		
C. Receipts from State government (from page 2)	316,367	2. Notes:			
D. Receipts from Federal Government (from page 2)	0	a. Interest	0		
E. Total receipts (A.7 + B + C + D)	2,218,471	b. Redemption	0		
		c. Total (a. + b.)	0		
		3. Total (1.c + 2.c)	0		
		C. Payments to State for highways	0		
		D. Payments to toll facilities	0		
		E. Total disbursements (A.6 + B.3 + C + D)	3,805,359		
IV. LOCAL HIGHWAY DEBT STATUS (Show all entries at par)					
	Opening Debt	Amount Issued	Redemptions	Closing Debt	
A. Bonds (Total)	-	-	-	-	
1. Bonds (Refunding Portion)	-	-	-	-	
B. Notes (Total)	0	0	0	0	
V. LOCAL ROAD AND STREET FUND BALANCE					
	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	1,978,157	2,218,471	3,805,359	391,269	-
Notes and Comments:					

FORM FHWA-536 (Rev. 1-05)

PREVIOUS EDITIONS OBSOLETE

(Next Page)

LOCAL HIGHWAY FINANCE REPORT		STATE:	
		Colorado	
		YEAR ENDING (mm/yy): December 2020	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	0	a. Interest on investments	76,888
b. Other local imposts:		b. Traffic Fines & Penalties	91,087
1. Sales Taxes	1,292,247	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	100,772	d. Parking Meter Fees	0
3. Liens	0	e. Sale of Surplus Property	0
4. Licenses	0	f. Charges for Services	0
5. Specific Ownership &/or Other	311,563	g. Other Misc. Receipts	29,547
6. Total (1. through 5.)	1,704,582	h. Other- Garfield FMLD Grants	0
c. Total (a. + b.)	1,704,582	i. Total (a. through h.)	197,522
(Carry forward to page 1)		(Carry forward to page 1)	
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	275,932	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	0
b. Project Match		c. HUD	0
c. Motor Vehicle Registrations	40,435	d. Federal Transit Admin	0
d. DOLA Grants	0	e. U.S. Corps of Engineers	0
e.	0	f. Other Federal	0
f. Cdot	0	g. Total (a. through g.)	0
g. Total (a. through f.)	40,435	3. Total (1. + 2.g)	
4. Total (1. + 2. + 3.f)	316,367	(Carry forward to page 1)	
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs		0	0
b. Engineering Costs		41,317	41,317
c. Construction:			
(1). New Facilities		0	0
(2). Capacity Improvements		0	0
(3). System Preservation		387,527	387,527
(4). System Enhancement & Operation		210,789	210,789
(5). Total Construction (1) + (2) + (3) + (4)	0	598,317	598,317
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	639,634	639,634
			(Carry forward to page 1)
Notes and Comments:			



Agenda Item #7.b.

Agenda Item Name:

Consider Temporary Modification of Premises for City of Rifle dba Ute Theater and Events Center

Presenter:

Misty Williams, Administrative Assistant
Tom Whitmore, Parks & Recreation Director

Item Description:

Staff desires to add flexibility for potential outdoor uses of the venue by expanding the liquor license area into 4th Street, on select dates June 28, 2021 through December 31, 2021. This may be a temporary situation by state rules, but City Council approval is a prerequisite of State Liquor License Approval.

Recommended Action:

Move to approve the Temporary Modification of Premises application for City of Rifle dba Ute Theater and Event Center.

Fiscal Impact:

This modification will allow greater opportunities for outdoor activities related to the Ute Theater during the summer season. Staff expects that this will potentially increase revenue.

Operational Impact:

Staff time for planning, set-up and clean-up will increase. We plan for increased capacity or increased fees to offset the costs.

Prior Board Motions:

None

Background Information:

City of Rifle dba Ute Theater and Events Center located at 132 East 4th Street, Rifle CO has submitted a Temporary Modification of Premises application.

The following criteria have been met by the applicant:

- * The application is complete
- * The fees have been paid

I recommend approval of the Temporary Modification of Premises application for City of Rifle dba Ute

Theater and Events Center.

Executive Summary:

None

Notification Requirements:

None

Prepared By:

Tom Whitmore, Parks & Recreation Director

Attachments:

1. 2021.05.21 Ute Liquor License Extension of Premise Memo
2. Ute Theater Modification of Premises Application
3. Ute Theater Diagram of Modification

Memo

To: City Manager, Honorable Mayor and Council

From: Tom Whitmore, Parks and Recreation Director

Date: May 21, 2021

Re: Ute Liquor License Modification of Premise

Scott,

We are seeking to modify the premise of the Ute Theater and Event Center Liquor License. In order to seek state Liquor License approval, City Council would first have to agree to the modification. The proposal is to extend the premise into 4th Street. This would allow the venue to occasionally host guests in a larger and more flexible space, and provide greater “patio” capacity for outdoor gatherings.

A site image is attached for your reference. The Premise Modification would move the southern boundary of the license across 4th Street from the Ute, to the curb. The south sidewalk would be open from East Avenue to Railroad, in order to allow pedestrians to pass. The eastern boundary would be a north/south line inside the cross walks for sidewalk along East Avenue, and the boundary on the west would be a line common with the extended north/south property line between Alpine Bank’s Drive-up bays and the Rifle Works building, south, across 4th Street, to the curb.

If the premise modification is approved, during the time it is in effect, the east half-block of East 4th Street would be closed at both ends with Class 3 barricades. Use of this premise extension would generally occur in the late afternoon and evening hours and/or weekends. This portion of 4th Street has been closed for Ute events, such as street parties, proms, etc., in the past. A special event permit application is required to be submitted and approved, as part of the normal process, prior to this street section being closed.

The affected business on 4th Street; Alpine Bank, Rifle Creek Museum, Rifle Works, and 4th Street Cleaners, will be contacted in advance, and in-person, by the Ute Theater Manager prior to any closures for Ute events. Reminders also occur the day before closure.

Staff recommends modification of the Ute Liquor License premise as indicated.

Thank you,
Tom

RECEIVED

MAY 08 2021

City Clerk
 City of Rifle

Permit Application and Report of Changes

Current License Number 03-10555
 All Answers Must Be Printed in Black Ink or Typewritten
 Local License Fee \$ _____

1. Applicant is a ☐ Corporation ☐ Individual ☒ <u>other</u> ☐ Partnership ☐ Limited Liability Company <u>Government</u>		Present License Number <u>03-10555</u>
2. Name of Licensee <u>City of Rifle</u>	3. Trade Name <u>LTE Theater and Events Center</u>	
4. Location Address <u>132 East 4th Street</u>		
City <u>Rifle</u>	County <u>Garfield</u>	ZIP <u>81650</u>

SELECT THE APPROPRIATE SECTION BELOW AND PROCEED TO THE INSTRUCTIONS ON PAGE 2.

Section A – Manager reg/change	Section C
• License Account No. _____ ☐ Manager's Registration (Hotel & Restr.) \$75.00 ☐ Manager's Registration (Tavern) \$75.00 ☐ Manager's Registration (Lodging & Entertainment) \$75.00 ☐ Change of Manager (Other Licenses pursuant to section 44-3-301(8), C.R.S.) NO FEE	☐ Retail Warehouse Storage Permit (ea) \$100.00 ☐ Wholesale Branch House Permit (ea) 100.00 ☐ Change Corp. or Trade Name Permit (ea) 50.00 ☐ Change Location Permit (ea) 150.00 ☒ Change, Alter or Modify Premises \$150.00 x _____ Total Fee _____ ☐ Addition of Optional Premises to Existing H/R \$100.00 x _____ Total Fee _____ ☐ Addition of Related Facility to an Existing Resort or Campus Liquor Complex \$160.00 x _____ Total Fee _____ ☐ Campus Liquor Complex Designation No Fee ☐ Sidewalk Service Area \$75.00
Section B – Duplicate License	
• Liquor License No. _____ ☐ Duplicate License \$50.00	

Do Not Write in This Space – For Department of Revenue Use Only

Date License Issued	License Account Number	Period
The State may convert your check to a one time electronic banking transaction. Your bank account may be debited as early as the same day received by the State. If converted, your check will not be returned. If your check is rejected due to insufficient or uncollected funds, the Department of Revenue may collect the payment amount directly from your bank account electronically.		TOTAL AMOUNT DUE \$ _____ .00

Instruction Sheet

For All Sections, Complete Questions 1-4 Located on Page 1

☐ Section A

To Register or Change Managers, check the appropriate box in section A and complete question 8 on page 5. Proceed to the Oath of Applicant for signature. Submit to State Licensing Authority for approval.

☐ Section B

For a Duplicate license, be sure to include the liquor license number in section B on page 1 and proceed to page 5 for Oath of Applicant signature.

☐ Section C

Check the appropriate box in section C and proceed below.

- 1) **For a Retail Warehouse Storage Permit**, go to page 3 complete question 5 (be sure to check the appropriate box). Submit the necessary information and proceed to page 5 for Oath of Applicant signature. Submit to State Licensing Authority for approval.
- 2) **For a Wholesale Branch House Permit**, go to page 3 and complete question 5 (be sure to check the appropriate box). Submit the necessary information and proceed to page 5 for Oath of Applicant signature. Submit to State Licensing Authority for approval.
- 3) **To Change Trade Name or Corporation Name**, go to page 3 and complete question 6 (be sure to check the appropriate box). Submit the necessary information and proceed to page 5 for Oath of Applicant signature. Retail Liquor License submit to Local Liquor Licensing Authority (City or County). Manufacturer, Wholesaler and Importer's Liquor Licenses submit to State Liquor Licensing Authority.
- 4) **To modify Premise, or add Sidewalk Service Area**, go to page 4 and complete question 9. Submit the necessary information and proceed to page 5 for Oath of Applicant signature. Retail Liquor License submit to Local Liquor Licensing Authority (City or County). Manufacturer, Wholesaler and Importer's Liquor Licenses submit to State Liquor Licensing Authority.
- 5) **For Optional Premises** go to page 4 and complete question 9. Submit the necessary information and proceed to page 5 for Oath of Applicant signature. Retail Liquor License submit to Local Liquor Licensing Authority (City or County).
- 6) **To Change Location**, go to page 3 and complete question 7. Submit the necessary information and proceed to page 5 for Oath of Applicant signature. Retail Liquor License submit to Local Liquor Licensing Authority (City or County). Manufacturer, Wholesaler and Importer's Liquor Licenses submit to State Liquor Licensing Authority.
- 7) **Campus Liquor Complex Designation**, go to page 4 and complete question 10. Submit the necessary information and proceed to page 5 for Oath of Applicant signature.
- 8) **To add another Related Facility** to an existing Resort or Campus Liquor Complex, go to page 4 and complete question 11.

Storage Permit	5. Retail Warehouse Storage Permit or a Wholesalers Branch House Permit ☐ Retail Warehouse Permit for: ☐ On-Premises Licensee (Taverns, Restaurants etc.) ☐ Off-Premises Licensee (Liquor stores) ☐ Wholesalers Branch House Permit Address of storage premise: _____ City _____, County _____, Zip _____ Attach a deed/ lease or rental agreement for the storage premises. Attach a detailed diagram of the storage premises.				
Change Trade Name or Corporate Name	6. Change of Trade Name or Corporation Name ☐ Change of Trade name / DBA only ☐ Corporate Name Change (Attach the following supporting documents) 1. Certificate of Amendment filed with the Secretary of State, or 2. Statement of Change filed with the Secretary of State, <u>and</u> 3. Minutes of Corporate meeting, Limited Liability Members meeting, Partnership agreement. <table border="1" style="width: 100%; border-collapse: collapse; margin-top: 5px;"> <tr> <td style="width: 50%; padding: 2px;">Old Trade Name</td><td style="width: 50%; padding: 2px;">New Trade Name</td></tr> <tr> <td style="padding: 2px;">Old Corporate Name</td><td style="padding: 2px;">New Corporate Name</td></tr> </table>	Old Trade Name	New Trade Name	Old Corporate Name	New Corporate Name
Old Trade Name	New Trade Name				
Old Corporate Name	New Corporate Name				
Change of Location	7. Change of Location NOTE TO RETAIL LICENSEES: An application to change location has a local application fee of \$750 payable to your local licensing authority. You may only change location within the same jurisdiction as the original license that was issued. Pursuant to 44-3-311(1) C.R.S. Your application must be on file with the local authority thirty (30) days before a public hearing can be held. Date filed with Local Authority _____ Date of Hearing _____ (a) Address of current premises _____ City _____ County _____ Zip _____ (b) Address of proposed New Premises (Attach copy of the deed or lease that establishes possession of the premises by the licensee) Address _____ City _____ County _____ Zip _____ (c) New mailing address if applicable. Address _____ City _____ County _____ State _____ Zip _____ (d) Attach detailed diagram of the premises showing where the alcohol beverages will be stored, served, possessed or consumed. Include kitchen area(s) for hotel and restaurants.				

Change of Manager	8. Change of Manager or to Register the Manager of a Tavern, Hotel and Restaurant, Lodging & Entertainment liquor license or licenses pursuant to section 44-3-301(8). (a) Change of Manager (attach Individual History DR 8404-I H/R, Tavern and Lodging & Entertainment only) Former manager's name _____ New manager's name _____ (b) Date of Employment _____ Has manager ever managed a liquor licensed establishment? Yes ☐ No ☐ Does manager have a financial interest in any other liquor licensed establishment? Yes ☐ No ☐ If yes, give name and location of establishment _____
Modify Premises or Addition of Optional Premises, Related Facility, or Sidewalk Service Area	9. Modification of Premises, Addition of an Optional Premises, Addition of Related Facility, or Addition of a Sidewalk Service Area NOTE: Licensees may not modify or add to their licensed premises until approved by state and local authorities. (a) Describe change proposed <u>Add 72' x 138' to Existing premises in front of patio Area to facilitate weekly outdoor concert series</u> (b) If the modification is temporary, when will the proposed change: Start <u>May 5 2021</u> (mo/day/year) End <u>Dec 31 2021</u> (mo/day/year) NOTE: THE TOTAL STATE FEE FOR TEMPORARY MODIFICATION IS \$300.00 (c) Will the proposed change result in the licensed premises now being located within 500 feet of any public or private school that meets compulsory education requirements of Colorado law, or the principal campus of any college, university or seminary? (If yes, explain in detail and describe any exemptions that apply) Yes ☐ No ☒ (d) Is the proposed change in compliance with local building and zoning laws? Yes ☒ No ☐ (e) If this modification is for an additional Hotel and Restaurant Optional Premises has the local authority authorized by resolution or ordinance the issuance of optional premises? Yes ☐ No ☐ (f) Attach a diagram of the current licensed premises and a diagram of the proposed changes for the licensed premises. (g) Attach any existing lease that is revised due to the modification. (h) For the addition of a Sidewalk Service Area per Regulation 47-302(A)(4), include documentation received from the local governing body authorizing use of the sidewalk. Documentation may include but is not limited to a statement of use, permit, easement, or other legal permissions.
Campus Liquor Complex Designation	10. Campus Liquor Complex Designation An institution of higher education or a person who contracts with the institution to provide food services (a) I wish to designate my existing _____ Liquor License # _____ to a Campus Liquor Complex Yes ☐ No ☐
Additional Related Facility	11. Additional Related Facility To add a Related Facility to an existing Resort or Campus Liquor Complex, include the name of the Related Facility and include the address and an outlined drawing of the Related Facility Premises. (a) Address of Related Facility _____ (b) Outlined diagram provided Yes ☐ No ☐

Oath of Applicant

I declare under penalty of perjury in the second degree that I have read the foregoing application and all attachments thereto, and that all information therein is true, correct, and complete to the best of my knowledge

Signature <i>Dana Wye Plenz</i>	Title <i>Manager</i>	Date <i>4/22/2021</i>
------------------------------------	-------------------------	--------------------------

Report and Approval of LOCAL Licensing Authority (CITY / COUNTY)

The foregoing application has been examined and the premises, business conducted and character of the applicant is satisfactory, and we do report that such permit, if granted, will comply with the applicable provisions of Title 44, Articles 4 and 3, C.R.S., as amended. **Therefore, This Application is Approved.**

Local Licensing Authority (City or County)		Date filed with Local Authority
Signature	Title	Date

Report of STATE Licensing Authority

The foregoing has been examined and complies with the filing requirements of Title 44, Article 3, C.R.S., as amended.

Signature	Title	Date
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Agenda Item #7.c.

Agenda Item Name:

Consider Fee Waiver Request for Habitat for Humanity - Wapiti Commons

Presenter:

Patrick Waller, Planning Director

Item Description:

Presentation and Fee Waiver Request from Habitat for Humanity for a 18-Unit Development Proposed in the Wapiti Commons Subdivision.

Recommended Action:

Consider Habitat for Humanity's request for fee waiver

Fiscal Impact:

The applicant is asking for waivers from City of Rifle development fees. If approved fund balances will be affected.

Operational Impact:

None

Prior Board Motions:

None

Background Information:

Habitat for Humanity is going through the Major Subdivision process to request approval for 10 Townhomes and 8 Condos.

Executive Summary:

Habitat for Humanity is making a presentation to familiarize Council with their project and also to request a waiver from specific development fees including Water, Wastewater, Offsite Street, I-70 Interchange Fee, and Parkland Fees.

Notification Requirements:

None

Prepared By:

Patrick Waller, Planning Director

Attachments:

1. Staff Memo - Habitat for Humanity - Fee Waiver Request
2. City of Rifle - Business Incentive Policy
3. Habitat for Humanity Project Information



MEMORANDUM

To: Honorable Mayor and City Council
From: Patrick Waller, AICP, Planning Director
Date: June 16, 2021
Subject: Fee Waiver Request – Habitat for Humanity - Wapiti Commons

BACKGROUND

Habitat for Humanity is in the process of submitting a Major Subdivision application for the development of 10 Townhomes and 8 Condos on two parcels located in the Wapiti Commons Subdivision. The project will be located off of Smith Street and Wapiti Avenue behind Rib City. Habitat has indicated that the units will be deed restricted and targeted to residents who make approximately 80% of the household AMI for Garfield County. This means the Townhomes are anticipated to sell for \$240,000 - \$290,000 and the Condos are anticipated to sell for \$170,000 - \$190,000.

Habitat is presenting to Council in order to introduce the project and also to request waivers from certain City of Rifle development fees.

APPLICABLE FEES

The Applicant has analyzed the Rifle Municipal Code and identified the City of Rifle fees that they are requesting a relief from. Because Staff has yet to officially review the project, some of the fees are subject to change and some may or may not be applicable depending on the timing of Building Permit issuance. The applicant has provided an analysis of required fees that is attached to this packet. The major fees that they are requesting relief from are as follows:

- Water Impact Fees – Approximately \$89,595.01
- Sewer Impact Fees - Approximately \$99,564.97
- Offsite Street Impact Fee – \$10,000
- I-70 Interchange Fee - \$4,000
- Parkland Dedication Fee - \$42,246.00
- **Approximate Total – \$245,409.99**

Staff research of previous approvals for the property indicated that the Offsite Street Impact Fees are already capped at a much smaller number (\$10,000 vs. \$78,386.76) based on a previous

Subdivision Improvements Agreement that was approved in 2004. The SIA also identifies an I-70 Interchange Fee as required. This is not something that is not required of all development, but was agreed upon as part of the initial Subdivision application.

The Applicant has indicated that a small park will be included as part of the development proposal. Depending on the final proposal and the operation of the pocket park, it may be eligible to account for the land dedication fee as identified in the Rifle Municipal Code. This will need further analysis and clarification by Staff and the applicant.

At this time, both the Parkland Dedication Fee and Offsite Street Impact Fee have been waived for residential development. The Habitat for Humanity project will likely not be able to take advantage of the existing fee waivers, as Staff intends to bring forward an updated fee structure for Council approval at the second July Council meeting. Because these fees will be required at Building Permit and because Habitat for Humanity has yet to submit an application, the fee waivers will likely not be in place for this project.

Other Fees

Generally Building Permits are subject to a 4.5% Use Tax in addition to other related fees including Plan Review Fees, and Building Permit Fees. The applicant will not be required to pay Use Tax because of Habitat's non-profit status; however they will still be required to pay the other associated Building Fees.

BUSINESS INCENTIVES POLICY

While the City of Rifle Municipal Code does not have a process outlined for City Council to waive development fees, it is within Council's purview to grant the request if desired. The City does have a framework that was created as part of a "Business Incentives Policy" that provides some guidance on fee waivers for attracting businesses. This document has been included as part of the Council Packet. While it is not a clean fit for this request, which is for affordable housing rather than attracting a business, it does provide a framework for analyzing the fee waiver. Per the Business Incentives Policy, factors that can be utilized in evaluating the request include:

- Capital Investment
- Job Creation
- New Goods / Services Offered to the Community
- Employee Wages
- Contributions Toward the Economic Diversification of the Area
- Contributions Toward the Enhancement of the Central Business District or North Rifle Redevelopment Area
- Contributions Toward Goals Outlined in the City's Strategic and Comprehensive Plans

- Findings of the Opportunity Analysis upon its conclusion

The applicant has provided their justification for this request in the Local Economic Impact Analysis that is included in the Council Packet. The “Business Incentives Policy” also includes a variety of Municipal Incentives that may be provided including a Waiver of Permit Fees.

COUNCIL OPTIONS

Council has a number of options in considering Habitat for Humanity’s request. These include:

Approve Specific Fee Waivers

If Council is supportive of the fee waiver request a motion can be made to waive any (or all) of the specifically identified fees including: Water Taps, Sewer Taps, Offsite Street Impact Fee, I-70 Interchange Fee, and Parkland Dedication Fee.

Make a Decision When the Application Comes in Front of Council

At this time, the Applicant has not submitted an application to the Planning Department and ultimately, Final Plat approval is required to come in front of Council. Council may choose to take action at that time on any of the requested fee waivers.

Keep Current Fees

Council may choose to deny the request and keep the fee structure as is.

CITY OF RIFLE, COLORADO

BUSINESS AND INDUSTRIAL INCENTIVES

The City of Rifle is a fast growing pro-business community that welcomes new business development. The City recognizes the need to “obtain and strengthen a sustainable economic base.” The community provides a number of amenities to new business development. These amenities are identified in this guide to development.

CITY OF RIFLE BUSINESS INCENTIVE POLICY

Incentives will be targeted at business and industry which meet the City’s goal of developing a long-term, sustainable economic base. To that end, all incentives are considered on a case by case basis depending on the economic impact. Factors which will be utilized in evaluating incentive requests will include the following:

- Capital Investment
- Job Creation
- New Goods / Services Offered to the Community
- Employee Wages
- Contributions Toward the Economic Diversification of the Area
- Contributions Toward the Enhancement of the Central Business District or North Rifle Redevelopment Area
- Contributions Toward Goals Outlined in the City’s Strategic and Comprehensive Plans
- Findings of the Opportunity Analysis upon its conclusion

Municipal Incentives

The types of incentives the City will consider vary depending upon the type of project. The following potential City incentives may be available to qualifying companies:

1. Waiver of Permit Fees: Building permit fees, plan review, street improvement and other City fees may be considered.
2. Infrastructure Improvements: The City may consider extending infrastructure to development sites.
3. Private / Activity Industrial Revenue Bonds: Manufacturers can apply for tax-exempt industrial revenue bonds to help finance construction or relocation of qualifying manufacturing activities.
4. Local Tax Rebates: The City may consider partial rebate of sales taxes generated by business to assist with infrastructure. This rebate may also be awarded to businesses which are involved with projects that rehabilitate dilapidated structures.
5. Community Development Block Grants: The City will assist qualifying businesses that apply for State/Federal grants, such as CDBG.
6. Three-Year Payback of Tap Fees: In 2010 City Council approved an ordinance to allow new commercial buildings or businesses to pay their tap fees over a three year period.

County Incentives

Garfield County offers incentives that qualifying businesses or industry may obtain. These incentives include the following:

1. Up to 50% rebate on personal property taxes for equipment and machinery for 10 years.
2. Airport benefits may be available if hangar usage is required.
3. North West Revolving Loan Fund

State Incentives

The State of Colorado, through the Office of Business Development and Economic Development Commission, offers several incentives to qualifying businesses. The incentives offered by the State include the following:

1. Investment Tax Credits
2. Enterprise Zone Program
3. Job Training Credits
4. New Jobs Credit
5. Training Assistance

The City of Rifle will assist new businesses and industrial prospects in applying for these incentives.

Central Business District Incentives (Downtown Development Authority Area)

The City of Rifle will consider special incentives for businesses expanding or relocating into the Central Business District (DDA Area). These incentives may include the following:

1. Sales Tax Rebates
2. Use Tax Rebates
3. Permit and Fee Waivers
4. Reduced Tap Fees

5. Cost Sharing in façade, landscaping, and/or design improvements that promote the overall Master Plans for the downtown area.

6. Capital Investments – The City will consider capital investments in infrastructure, streetscaping, etc. to support expanding and/or new businesses that furthers achievement of overall Master Plans for the Central Business District.

Miscellaneous

The City offers the following general assistance to business and industry:

1. City staff will assist qualifying businesses or industry with applications for grants, etc. to the State, Federal, and other public entities offering support programs.

2. City staff will expedite review of development plans for business and industrial developments.

3. The City will coordinate its efforts with other local entities including Garfield County, Colorado Mountain College, and other entities which may be able to offer business development programs.

REVIEW PROCESS

The City will review applications for economic development assistance on a case by case basis. Criteria which may be considered in review of a project's merits may include the following:

1. Job Creation – The number of jobs created, type of job, and salaries will be reviewed. Business opportunities which provide employees a competitive “living wage” may receive greater consideration than businesses which pay minimum wages.
2. Sales Potential – Retail businesses that have potential to significantly increase the City's sales tax base may receive favorable consideration. However, the City will also promote diversification of the business community, and to that end, will encourage development of small businesses as well as larger businesses.
3. Services and Products – The City will promote and support businesses which offer unique goods and services not presently available to the community.
4. Capital Investment – In granting incentives, the City will take into consideration the amount of capital investment a business brings into the local economy.
5. Enhancements to the Central Business District – The City aggressively promotes development of new or expansion of existing businesses within

the downtown area. To the extent possible, the City will consider special incentives for development in this area.

6. Compatibility with Long Range Plans – Business or industry that is in compliance with the City’s long range Comprehensive Plans, Strategic Plans, or other Master Plans, will receive favorable consideration when requesting incentives. Also, businesses which further City goals of rehabilitating dilapidated structures or blighted areas will receive favorable consideration.

This policy is intended to remain flexible and fluid. The City may revise the policy as necessary, and may “blend” its application with other components of the development process.

Wapiti Commons

There is a housing crisis throughout Colorado and especially in our Habitat for Humanity affiliate service area (Parachute-Glenwood Springs-Aspen). Employers from businesses, local institutions and governments are currently losing employees and are unable to attract qualified workers due to the high cost of living in our region. Housing prices statewide have increased 36.5% in the last 12 months and the recent spike has especially limited the stock of affordable housing available to working families and seniors in Western Garfield County.

The Rifle area has consistently had a strong market with high absorption rates for single-family and multi-family homes, according to Glenwood Springs Association of Realtors data. As of March 2021 Townhouse/Condos had a 6 month market absorption rate of well under 3 months with only a handful of properties on the market at any point. In 2021, the median sales price for multi-family housing in Rifle has gone up 31% compared to last year (Land Title Guarantee Company Garfield County Market Analysis). At the same time, Rifle has experienced both a population growth in the 25-44 age group of 23.6%, and a tightening in the market for senior housing as 92% of older adults feel that they are unable to find affordable quality housing (Older Adult 2020 Housing Needs Assessment Garfield County).

The HFH RFV mission is to provide an opportunity for home ownership, enable families to participate in their communities where they live, and provide for the economic diversity of families within a community. We intend to assign priority to Rifle area residents and employees in our application process for family selection at Wapiti Commons. To date HFH RFV has built 21 affordable homes in Rifle and Silt with families earning between 50-80% of the Garfield County AMI and these projects have an 86% retention rate of their original owners.

Rifle 2009-2012	Silt 2012-2018
■ 5 homes: 3 single family, 1 duplex ■ 1 resale to another qualified family	■ 16 homes: 8 duplexes ■ 2 resales to qualified selected families

LOCAL ECONOMIC IMPACT

Wapiti Commons will directly support the local job retention of at least 10 local workers, with the possibility of twenty or more depending on dual income families and active seniors who are still employed. It has been proven that employees with affordable and stable housing have a drastically increased rate of retention and satisfaction with their employment. This project provides a benefit to local employers and institutions by providing an opportunity for employees to live in the Rifle community close to their work. The Habitat for Humanity model engages homeowners and volunteers to help with the home building process under the supervision of site supervisors and project management. HFH RFV believes strongly in paying employees a living wage and currently 40% of our HFH affiliate employees live west of Newcastle, thus our commitment to investing in the quality of life in the Rifle community.

The Wapiti Commons project represents an approximately \$6 million Capital Investment in ownership housing at Wapiti Commons in South Rifle. This estimate consists of approximately \$1 million for infrastructure and \$5 million for home construction averaging to a \$333,000 cost per unit or \$200 per SF. As cited below our sales price range per SF is \$134-\$192. We are actively working to build partnerships

and support with local employers such as Alpine Bank, the Western Garfield Chamber of Commerce and Grand River Health all of whom are supportive of the project. We also intend to work with the CMC Rifle Campus to provide training and experience to local students and potentially support CMC's staff and faculty with the housing. The Western Colorado Community Foundation has also expressed strong interest in supporting the project.

Affordable ownership housing creates family economic stability, enabling employees to live affordably and freeing up disposable income that may go to the local economy and local businesses. Furthermore, affordable ownership housing:

- Contributes to the economy through the 'multiplier effect' by additional expenditures such as furniture and moving costs
- Leads to housing stability and fewer costly dislocations
- Is a key social determinant of health, reducing environmental risks in homes and providing more money for healthier eating options and leading to better health and lower healthcare costs
- Leads to better educational outcomes for kids that can improve economic output and entrepreneurship for the local economy
- Supports local businesses and institutions

Habitat is committed to a net-zero energy future for the residents of Wapiti Commons, thereby minimizing monthly utility bills and keeping more money in the local economy. We will achieve net-zero with an integrated design approach that looks at the buildings from a total system perspective. This approach utilizes highly insulative building construction methods, all-electric energy star appliances, efficient electric systems and photovoltaic solar electric (either on-site or purchased through an off-site low-income PV program). HFH is proud of having proven the net-zero concept at our Basalt Vista project of 27 homes currently under construction and to be completed spring of 2022.

New construction contributes directly to the local economy through suppliers, sub-contractors, property and sales taxes. A recently completed Economic Impact Study looking at 2019 calculated that our affiliate had the following economic impact on our service area. HFH RFV invested \$7,298,795, which led to an overall economic impact of \$10,702,172. Through the direct, indirect and induced effects we also supported 100 local jobs that resulted in \$4,674,795 in local wages paid and \$330,800 in state and local taxes paid. We project that Wapiti Commons will generate an annual total of \$27,781.20 in property taxes. Taking the current property taxes paid on the vacant lot into account results in approximately \$22,961.76 in additional property tax revenue.

FIT TO CITY OF RIFLE COMPREHENSIVE PLAN

Wapiti Commons directly contributes to multiple goals as stated in the 2019 Comprehensive Plan. The project is located in a section of South Rifle designated as 'Tier 1' which is a priority for development and conforms to the comprehensive plans growth principles and land use designation of high density residential/neighborhood commercial. In addition, the Wapiti Commons housing development in this location:

- Targets the 'missing middle' in the available housing inventory by providing townhomes and condos as options
- Fits with the city goal of proactively encouraging Tier 1 areas to develop
- Encourages growth in South Rifle thereby limiting traffic congestion on Railroad Ave

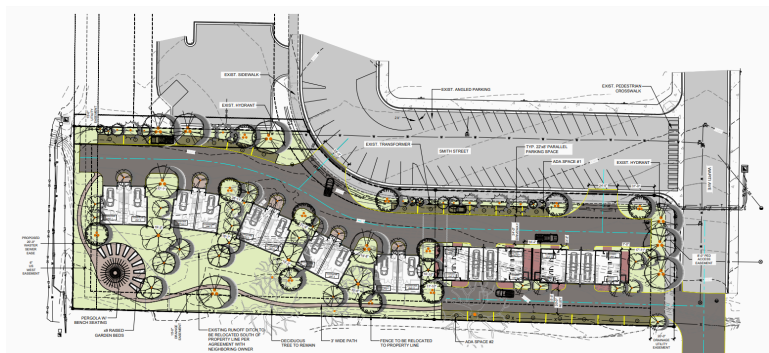
- Supports the strategy of 80% of Economic Development efforts going to local business development by addressing the current recruitment challenges faced by local businesses through the creation of new homes that will be affordable to the workforce

WAPITI COMMONS PROJECTED SALES PRICES

The following is a summary of the projected unit mix and prices at Wapiti Commons. Because the cost of construction will significantly exceed the sales prices which are tied to AMI in Garfield County, HFH RFV is actively pursuing funding this gap through cash donations, grants, in-kind donations, partnerships and fee waivers.

10 Townhomes	8 Condos
■ 1,782 Total Square Feet ■ Targeted to approximately 80% of 4 person household AMI or \$67,600 ■ Projected Sales Price Range: \$240,000-\$290,000 ■ Approximate Sales Price Per SF Range: \$134-\$162	■ 986 Total Square Feet ■ Targeted to approximately 70-80% of 2 person household AMI or \$54,080 ■ Projected Sales Price Range: \$170,000-\$190,000 ■ Approximate Sales Price Per SF Range: \$172-\$192

Permitting Fees			
Inputs			
# Homes	18		
# Buildings	7		
# Quadplexes	2		
# Duplexes	5		
Condo SF	986		
Townhouse SF	1782		
EQR quadplex	0.7		
EQR duplex	1		
R-2 Multi-family Residential - VB (\$/SF)	113.88		from Building Valuation Data worksheet
Total Square footage	25,708		total SF, not livable
Project Valuation	\$2,927,627		
Multi-Family Residential Fees			
	Rate	Total	Comment
Application Deposit	\$500.00	\$3,500.00	per building
Permit Fee		\$11,680.78	from Building Permit Fee worksheet
Plan Review Fee		\$7,592.50	65% of permit fee
Parkland Dedication Fees	\$2,347.00	\$42,246.00	fee waived per multi family residential fee schedule, decreased/waived if open to public
Water Rights Dedication Fee	\$200.00	\$1,280.00	Updated based on SIA. \$200/EQR, 6.4 EQR
Fairway Ave Construction Off Site Impact Fee		n/a	
Offsite Street Impact Fee		\$10,000.00	fee waived until 12/31/21 latest, possibly just until July. Updated based on SIA
Water System Improvement Fee	\$5,743.27	\$89,595.01	0.7 EQR for 4plex, 1 for duplex
Sewer System Improvement Fee	\$6,382.37	\$99,564.97	0.7 EQR for 4plex, 1 for duplex
NE Tank Upper Pressure Zone Impact Fee		n/a	
Water Meter Cost	\$610.00	\$10,980.00	1" pipe assumed
Water Connection Inspection Fee	\$104.38	\$1,878.84	per home
Sewer Connection Inspection Fee	\$108.99	\$1,961.82	per home
I-70 Interchange Fee		\$4,000.00	Updated based on SIA
Total		\$284,279.92	
Habitat for Humanity RFV is requesting that fees in Orange be waived or reduced			



Introducing Wapiti Commons by Habitat RFV

Habitat for Humanity of the Roaring Fork Valley is excited to introduce our newest affordable housing community, **Wapiti Commons by Habitat RFV** in Rifle, consisting of **18 for-sale homes**. We are designing 8 single-level condos to be attractive to Rifle seniors and 10 three-story townhomes to appeal to working families in Rifle earning approximately 80% of the Area Median Income (AMI), while also keeping utility bills low by maximizing energy efficiency and net-zero energy use.

THE NEED

The 2019 Greater Roaring Fork Housing study states the region will grow by about 25,000 in the next ten years and a third of this growth is expected to occur in the 65+ population. This growth in population translates to a shortfall of 5,700 units for people making below 100% of area median income by 2027. The population of people 55+ is growing in the region and is expected to reach 23,300 by 2023. In addition, Habitat RFV has identified a gap in the market for for-sale ADA accessible units.

LOCATION

Wapiti Commons is located in South Rifle at the corner of Wapiti and Smith Streets. Grand River Hospital, Walmart, Alpine Bank, Starbucks, and several restaurants are all within walking distance.

8 Homes for Seniors	10 Homes for Working Families
■ 2 bedrooms, 1 bath ■ Quadplex with 4 one story units, ADA accessible ■ Single level with attached garage ■ Unit Size: Approximately 1,000 SF	■ 3 bedrooms, 2 baths ■ Duplex townhome building arrangement ■ Three levels with attached garage ■ Unit Size: Approximately 1,600 SF

OBJECTIVES

- Develop a thriving residential community for the local Rifle workforce
- Manage Building Costs
 - ▶ Minimize infrastructure costs through efficient site planning
 - ▶ Choose energy systems to achieve net-zero energy efficiency
- Design for accessibility, adaptability, and multigenerational families
- Affordable homeownership for Rifle seniors and working families

HOMEOWNERS

Our target market for the eight accessible condos is active seniors as the units will allow seniors to downsize while preserving an equity interest in their home and be close to Rifle amenities. Our target market for the townhomes is the local Rifle workforce. The townhomes are intended to attract families and young professionals looking for a homeownership opportunity.

PARTNERS

We intend to partner with local institutions, businesses and community organizations. We will utilize our experience from our Basalt Vista Net-Zero Affordable Housing Community and continue to meld green-building with affordable housing in a way that positively impacts the homeowners and the Rifle community.

THANK YOU **OAK GROVE VENTURES LLC** FOR GENEROUSLY DONATING THE LAND FOR WAPITI COMMONS TO HABITAT FOR HUMANITY ROARING FORK VALLEY

To learn more about how you can help make the dream of homeownership in the City of Rifle a reality for seniors and local workforce families, please contact:

Gail Schwartz

PRESIDENT

gails@habitatroaringfork.org

Jake Ezratty

PROJECT SUPERVISOR

jake@habitatroaringfork.org

Alexandra Yajko

MAJOR GIFTS OFFICER

alex@habitatroaringfork.org

WAPITI COMMONS
RIFE, CO, 81650

Drawn By: GT Checked By:

ISSUE & REVISION DATES	
SD SET	05/12/2021

Plot Date: 05/12/21 Project #: 424



PLANT SCHEDULE

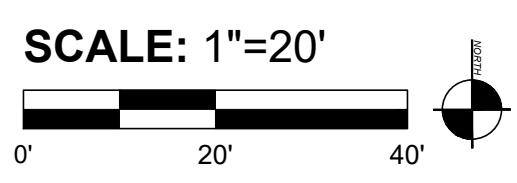
TREES	BOTANICAL / COMMON NAME	CONT	CAL	QTY
	Acer platanooides 'Royal Red' / Royal Red Norway Maple	B & B	2.5"Cal	3
	Acer x freemanii `Armstrong` / Armstrong Freeman Maple	B & B	2.5"Cal	18
	Gleditsia triacanthos inermis 'Wandell' TM / Perfection Honey Locust	B & B	2.5"Cal	9
	Juniperus monosperma / Cherrystone	15 gal		5
	Juniperus scopulorum / Rocky Mountain Juniper	15 gal		6
	Quercus macrocarpa 'Urban Pinnacle' / Urban Pinnacle Oak	B & B	2.5"Cal	5
	Thuja occidentalis 'George Peabody' / George Peabody Arborvitae	15 gal		1
	Thuja plicata / Western Red Cedar	15 gal		6
	Tilia tomentosa / Silver Linden	B & B	2.5"Cal	11
	Ulmus wilsoniana 'Prospector' / Elm	B & B	2.5"Cal	4

REFERENCE NOTES SCHEDULE

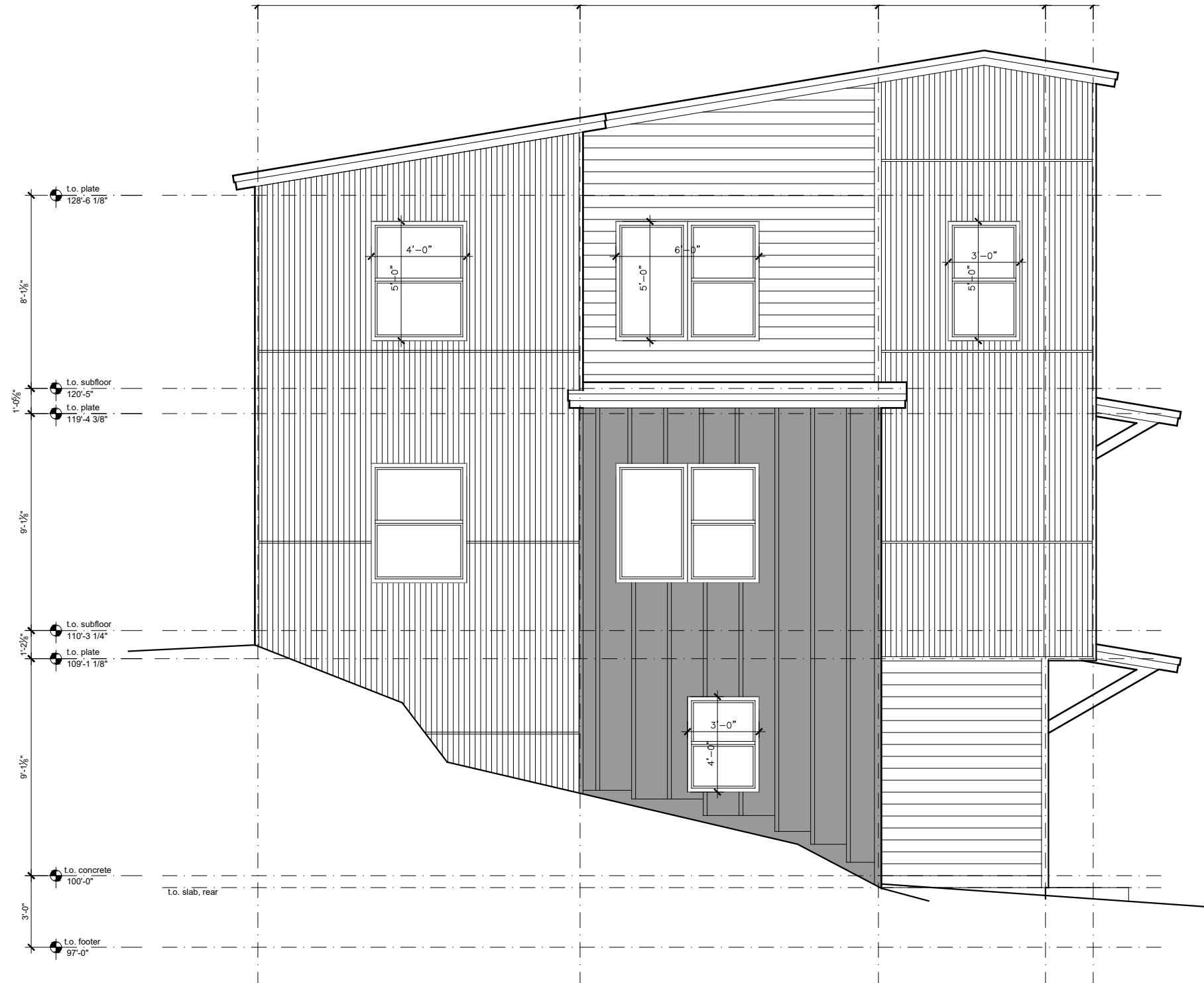
SYMBOL	PLANTING DESCRIPTION	QTY	DETAIL
	Reveg Area	24,497 sf	
SYMBOL	PAVING DESCRIPTION	QTY	DETAIL
	Asphalt	21,959 sf	
	Aggregate Parking	3,687 sf	
	Crusher Fines	2,788 sf	
	Brick Pavers-Permeable	1,079 sf	

PARKING TABULATION

Product Type	Unit #	Use Category	Min # Spaces	Garage Parking	Addtl Parking needed
Townhome	Unit 1	2 or more Bed MF Dwell	2.25	1	1.25
Townhome	Unit 2	2 or more Bed MF Dwell	2.25	1	1.25
Townhome	Unit 3	2 or more Bed MF Dwell	2.25	1	1.25
Townhome	Unit 4	2 or more Bed MF Dwell	2.25	1	1.25
Townhome	Unit 5	2 or more Bed MF Dwell	2.25	1	1.25
Townhome	Unit 6	2 or more Bed MF Dwell	2.25	1	1.25
Townhome	Unit 7	2 or more Bed MF Dwell	2.25	1	1.25
Townhome	Unit 8	2 or more Bed MF Dwell	2.25	1	1.25
Townhome	Unit 9	2 or more Bed MF Dwell	2.25	1	1.25
Townhome	Unit 10	2 or more Bed MF Dwell	2.25	1	1.25
TOTAL			22.5	10	12.5
Condo	Unit 1	1 Bed MF Dwell	1.5	1	0.5
Condo	Unit 2	1 Bed MF Dwell	1.5	1	0.5
Condo	Unit 3	1 Bed MF Dwell	1.5	1	0.5
Condo	Unit 4	1 Bed MF Dwell	1.5	1	0.5
Condo	Unit 5	1 Bed MF Dwell	1.5	1	0.5
Condo	Unit 6	1 Bed MF Dwell	1.5	1	0.5
Condo	Unit 7	1 Bed MF Dwell	1.5	1	0.5
Condo	Unit 8	1 Bed MF Dwell	1.5	1	0.5
TOTAL			12	8	4
Total # spaces required per City Design Standards			34.5		
Total # spaces (Garage+ Surface) provided in Site Plan			39		
Total # Accessible Spaces Required			2		
Total # Accessible Spaces provided in Site Plan			2		

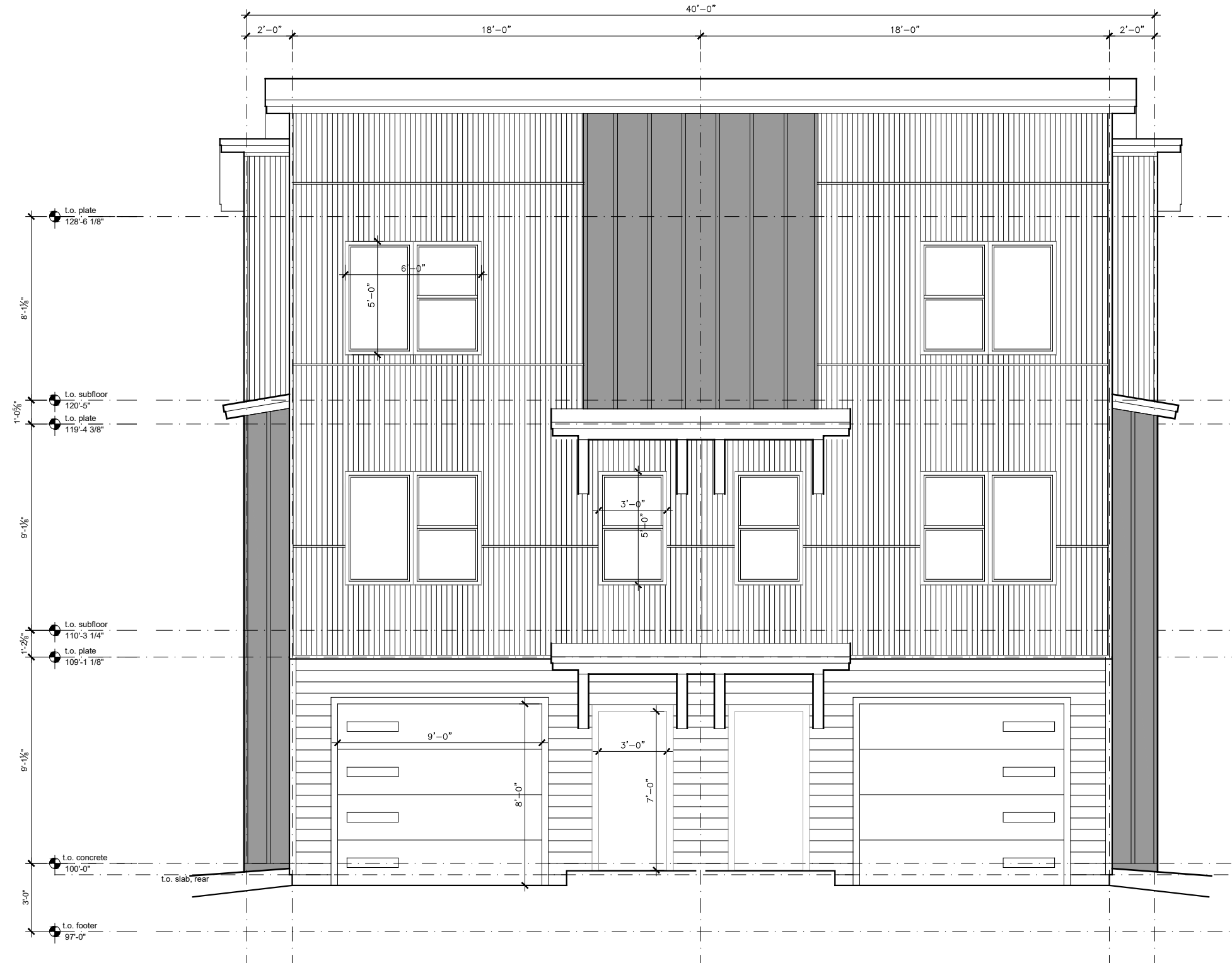


THIS SHEET CONTAINS LINES, SYMBOLS, ETC THAT ARE IN A COLOR OTHER THAN BLACK AND IS INTENDED TO BE VIEWED AND PRINTED IN COLOR VS BLACK AND WHITE



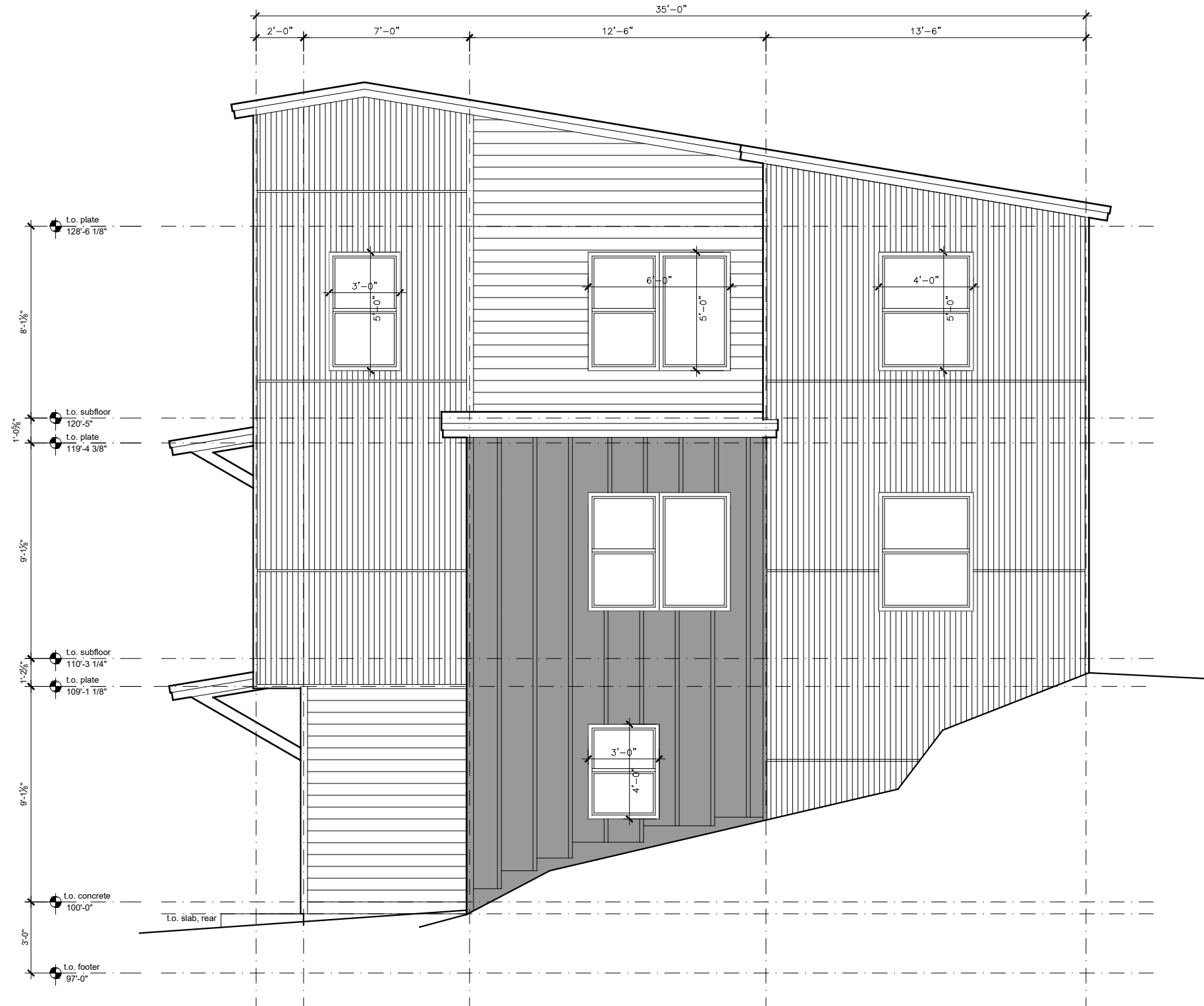
Wapiti Commons Duplex
East Elevation
Rifle, CO





Wapiti Commons Duplex
North Elevation
Rifle, CO





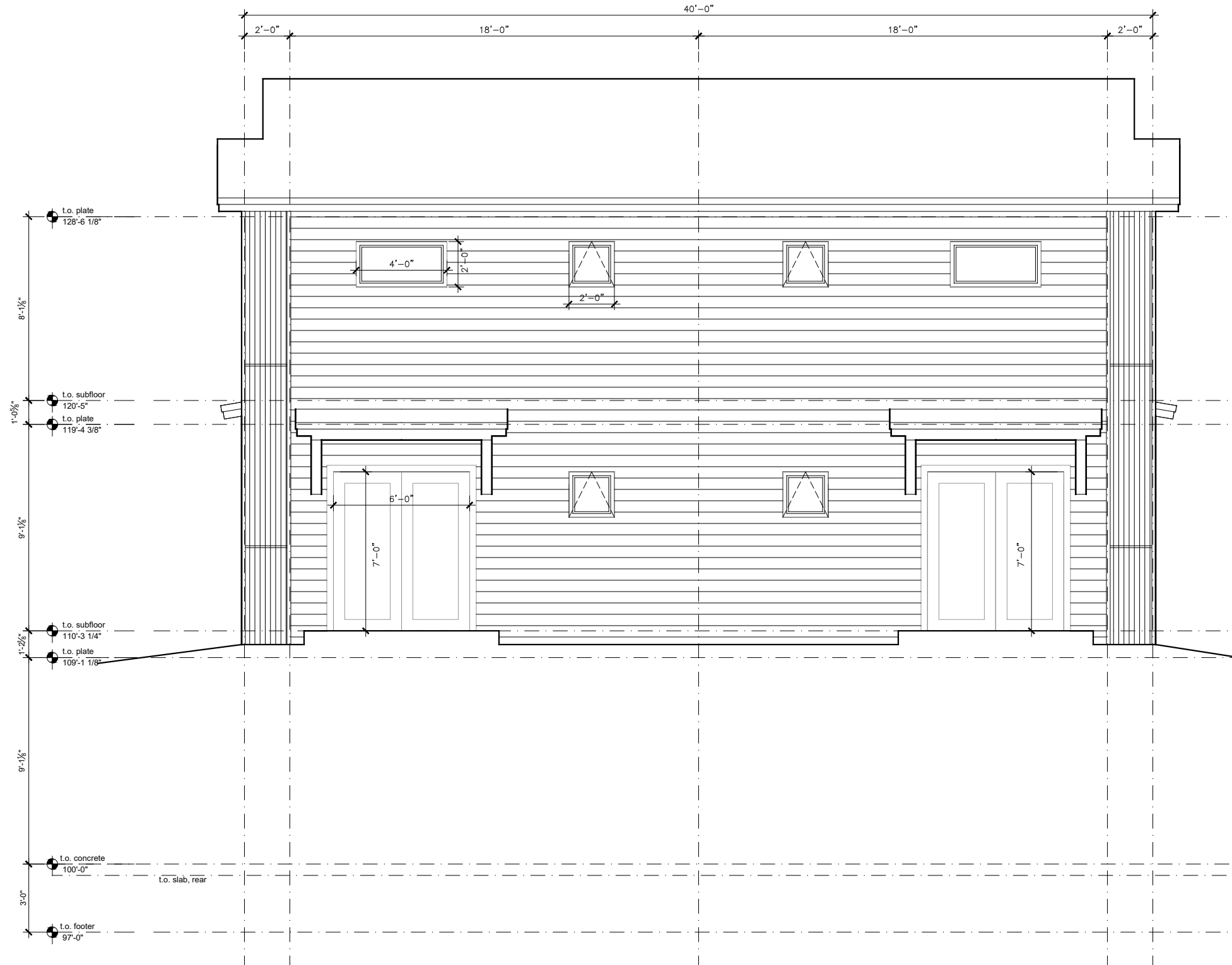
05-25-21

Jeff Johnson

Wapiti Commons Duplex **West Elevation**

Rifle, CO





05-25-21

Jeff Johnson

Wapiti Commons Duplex **South Elevation**

Rifle, CO



City of Rifle Approval					
	Sketch Plan w/Staff	60	5/28/2021	7/27/2021	PUD alongside subdivision application, P&Z meets last Tuesday of each month
	Preliminary w/ P&Z	60	7/12/2021	9/10/2021	Can be combined with Sketch plan, need drainage plan, P&Z meets last Tuesday of each month
	Final P&Z	45	9/10/2021	10/25/2021	Once approved by city council, can begin site work



Agenda Item #8.a.

Agenda Item Name:

Report to City Manager

Presenter:

Scott Hahn, City Manager

Item Description:

Staff report on notable tasks completed within the individual departments.

Recommended Action:

No action necessary

Fiscal Impact:

None

Operational Impact:

None

Prior Board Motions:

None

Background Information:

None

Executive Summary:

Work Report to City Manager

06/11/2021

Notification Requirements:

None

Prepared By:

Misty Williams, Administrative Assistant

Attachments:

1. Report to City Manager 06.11.2021

WORK REPORT TO CITY MANAGER

06.11.2021

POLICE DEPARTMENT

- We posted a video of Carlos singing the National Anthem on the pool's PA system on our FB page and it reached 128,200 accounts.
- Kalob Foreman begins with the PD on June 1. He brings experience from Oklahoma City PD and Oklahoma State University campus police. We are excited to have him on the team!
- The high school parade went well.
- On Friday, May 28, CDOT closed I-70 east at the 87 and traffic flooded Rifle. CDOT did not have personnel to install VMB signs to direct eastbound traffic to HWY 13 north. Diverting traffic to Rifle appears to be the plan for CDOT. We will ask CDOT if they plan on installing a permanent VMB on HWY 6 near the bypass to provide accurate information when a similar situation occurs. Traffic was very heavy. Two minor accidents were reported. Several unhappy citizens expressed their opinions and frank assessments of the situation to officers. We were eventually able to set up 2 VMBs. Traffic significantly improved around 6:00 pm.

PIO

- Attended Garfield County PIO Group meeting. We are working on ways to facilitate inclusion and better reach Latin X citizens.
- Attended Garfield County PIO Group Emergency Preparedness Messaging for 2021 Fire Season.
- Presentations by Walt Stowe and Chris Bornholdt.
- It is time to be prepared for wildfire season. The best place to get educated and updated is at the Colorado Division of Homeland Security and Emergency Management website.
- Residents are encouraged to check out [Dhsem.colorado.gov/info-center/wildfire](https://dhsem.colorado.gov/info-center/wildfire).
- This is a great resource for fire information as well as other emergency situations.
- The City will continue passing along any messaging via our Facebook page, Twitter account, website and direct messaging when necessary.
- Assisted with the City Manager update videos with Scott and Carlos. These are really increasing in popularity.
- Kept social media outlets and employees updated with the latest on everything from COVID to construction updates to the water main break.
- Press release regarding holiday closures.

COURT

- Handled 32 adult cases and 4 juvenile cases on June 2nd court day.
- SB21-273 (criminal justice reform) was defeated! This would have had tremendous impacts on courts. It will certainly be back next year, but for now this is great news! We still need to deal with a bill limiting the use of sanctions on driver's licenses, but this is a big relief.

UTILITIES

- Water Treatment staff will be deploying aerators in the raw water pond, this is an attempt to help with algae issues.
- Wastewater Treatment staff is working on locating pricing and service providers for re-coating of the third and final clarifier.
- Wastewater Collection is jetting our known trouble areas and continues to televise sanitary sewer lines.
- Water Distribution is working on valve exercising and new meter installation.

CLERKS OFFICE

- Submitted 2022 insurance renewal to CIRSA
- Assisting City Manager with RFP preparation for Strategic Planning

PUBLIC WORKS

The following are engineering projects currently in progress, to include inspection and administration, design, and/or planning:

- Additional Airport Water Tank: in CDPHE approval phase
- I-70 Exit 90 Beautification: Preparation of Bid Package for advertisement.
- Geotech investigation of road conditions and subgrade of Cemetery; evaluation of Tripp Dr., Whiteriver Ave., and Morrow Dr. structural failures with proposals for repair
- Evaluation of demolition project for the Graham Mesa WTP facility
- Evaluation of methods and contracts for Airport Road Chip/Seal

The following are projects currently under construction:

- Centennial Parkway Bridge Rehabilitation: complete
- Downtown 3rd Street and Railroad Avenue Rehabilitation project working in E. 3rd Street and the 200 block of Railroad Ave: casting curb/gutter/sidewalk features; working through difficulties in the completion of the 12" water line in E. 3rd Street.
- Xcel Energy is performing system upgrades; some in conjunction with Downtown Rehabilitation and some safety and operational improvements to gas system.

- GRHD Senior Care Center progress: installing drainage structures adjacent to Hospital Hill Road and completing fill area east of facility

Fleet

- Continued development of Fleet Administration and Management.
- F-350 & Police Interceptor at Aftermarket Equipment Vendors; F-250 at dealer, but not ready
- Dodge 5500 Med. Duty snowplow truck.
- Preparation for June auction of vehicles for removal from City Fleet.
- (2) IT Dept. vehicles have been shipped from manufacturer to dealer – one being received by dealer.

Two weeks look-ahead:

- Completion of the lining of the liner repair for W. 3rd St. Storm Water Culvert. There was a shipping mix-up.
- Bid Package Review completion with costs for Ayers Associates design for the I-70 Exit 90 Gateway Beautification project.
- Railroad Ave. & 3rd Street/Downtown Rehabilitation Project: completion of waterline in 100 Block of E. 3rd St.
- Willow Ranch, Ph. II Construction – street repair and Government Creek re-vegetation.
- Continued Street Patch work and concrete curb/gutter rehabilitation.
- Completion of geotech investigations and work to prepare reports for June; coordination of work with Parks & Rec for surveying of Cemetery roadways for development of scope of work package.
- Fleet purchase planning for the 2022 Budget

PARKS and RECREATION

- Things are going well at the pool. Swim lessons are underway and we are selling more at concessions than our vendors can supply, under the circumstances. Even with contracting vendors, we've had difficulty in obtaining nacho cheese and pretzels. Thanks to Austin and Jessica for jumping in to teach sessions of swimming lessons while new employees are finishing WSI training. Recreation and pool staff has contributed greatly to keep everything going. Wayne Pleasants is helping to track down cheese and is helping us with some available freezer space for the larger inventory storage requirements. I hope we receive orders to store in the freezers.
- The Thursday patio series at the Ute has been appreciated by patrons, We are in the process of seeking a permanent modification of liquor license premise to expand on the patio in front of the Ute, and a temporary modification of premise to be able to expand into the street for the half block from the Ute to East Avenue, to accommodate more outdoor opportunities for key events. This would be similar to how the space was used for proms, except, if approved, we could set up a boundary and serve alcohol.
- Plans for July 3rd are moving forward and media will be updated soon. We've heard that the Rifle Rendezvous experienced around 3 times their normal attendance at an estimated 9,000 to 10,000 attendees for the weekend.

- So we are doing what we can in expectation of a larger than normal crowd for July 3rd. We are planning on Noodle Soup, Symphony in the Valley, Fireworks, vendors, (I've not heard back from Jugglers and face painters at this point.). There will be kid activities at Metro Park during the daytime hours.
- Of course, will are keeping in close contact with CRFR regarding fireworks. We are fortunate to have a relatively safe and contained site for the fireworks, including ways of wetting areas along the creek prior to the show, if it should be able to go.
- We are concerned about ditch irrigation water availability later this season.
- Staff is keeping an eye on recovery act funding that may be available for a variety of things in Ute, Parks and Recreation, and Grounds and Facilities-infrastructure, etc.